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REPORT

OF

THE AUDITOR-GENERAL

ON

**STATE DEPARTMENT FOR REGIONAL AND
NORTHERN CORRIDOR DEVELOPMENT**

FOR THE YEAR ENDED

30 JUNE, 2020

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 13 MAY 2021 DAY: THURSDAY

TABLED BY:	LOM HON. A. KIMUNYA
CLERK OF THE TABLE:	



**STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR
DEVELOPMENT**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2020**

**Prepared in accordance with the Cash Basis of Accounting Method under the International Public Sector
Accounting Standards (IPSAS)**

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KEY INFORMATION AND MANAGEMENT

(a) Background information

1.1 Overview of the Ministry

The Ministry of East African Community and Regional Development was established in January 2018 following the reorganization of the Government of Kenya. The Ministry has two State Departments namely; The State Department of East African Community, and the State Department for Regional & Northern Corridor Development. The Ministry is established to coordinate Kenya's participation in the East African Community integration process pursuant to Article 8(3)a of the Treaty for the Establishment of the East African Community; coordinate business reforms and transformation in Kenya; coordinate Northern Corridor Integration projects (NCIP), Regional Development Authorities, Oversight and Co-ordination of Lamu South Sudan Ethiopia Transit Corridor (LAPSSET) Programme implementation and Northern Corridor Transit and Transport Co-ordination Authority (NCTTCA). At Cabinet level, the State Department for Regional and Northern Corridor Development is represented by the Cabinet Secretary for the Ministry of East African Community and Regional Development, who is responsible for the general policy and strategic direction of the State Department.

1.2 Vision

To be a champion on regional integration, business transformation and sustainable basin-based development.

1.3 Mission

To deepen and widen East African Integration, facilitate business transformation and enhance integrated basin-based development for improved livelihoods for all Kenyans.

1.4 Mandate

The Ministry derives its mandate from the Executive Order No.1 of June 2018 (Revised), Executive Order No. 1 of May, 2020 (Revised) and Head of Public Service Circular of 2nd April, 2019 as follows:

- i. Policy on East African Community.
- ii. East African Community Affairs.
- iii. Implementation of the East African Treaty.
- iv. Facilitate and enhance the Ease of doing Business in Kenya.
- v. Identifying and recommending business reforms for promoting business and for making Kenya competitive locally, regionally and internationally.
- vi. Coordinating engagements of the Government of Kenya with private sector in respect to business climate and business transformation.
- vii. Co-ordination of implementation of EAC Regional Programmes and Projects.
- viii. Promotion and Fast Tracking of EAC Integration.
- ix. Co-ordination of Government's participation in East African Community Affairs.
- x. East African Community Meetings and Institutions.
- xi. Coordinating Kenya South Sudan Liaison Office (KESSULO).
- xii. Coordination of Regional Development Authorities.
- xiii. Monitoring and Evaluation of the implementation of Northern Corridor Development.
- xiv. Fast tracking identified Northern Corridor Integration Projects.
- xv. Oversight and Co-ordination of Lamu South Sudan Ethiopia Transit Corridor (LAPSSET) Programme implementation.

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- xvi. Providing Secretariat Service during Ministerial and Head of States Summit Meetings on Northern Corridor Development.
- Xvii. Coordinating Northern Corridor Transit and Transport Co-ordination Authority (NCTTCA).

Core Values

To realize the Vision and Mission, the Ministry is guided by the following core values.

- **Customer focus and Results-Oriented**
Results will legitimize the existence and effectiveness of the Ministry by reinforcing behaviour that engenders top performance of the workforce to the satisfaction of stakeholders
- **Innovativeness and creativity**
The Ministry operates in a dynamic environment and shall embrace best practice and continuous innovation in all its activities to ensure effectiveness and efficiency
- **Integrity**
The Ministry's business will be conducted with transparency, accountability, trustworthiness, commitment and objectivity.
- **Teamwork and Respect for Diversity**
The pivotal and central role of the Ministry renders itself to teamwork and will be sustained by embracing the value chain principle that guarantees internal connectivity and seamless service to external stakeholders.
- **Equity and fairness**
The Ministry undertakes to recognize and promote the rights of and be impartial to all stakeholders and serve all without discrimination.
- **Professionalism**
High professionalism will be maintained through continuous skills development, training and accountability.

(b) Key Management

The State Department for Regional and Northern Corridor Development day-to-day management is under the following key organs:

- Regional Development and
- Northern Corridor.

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(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2020 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Principal Secretary/Accounting Officer	Margaret W. Mwakima PhD, CBS
2.	National Coordinator	Kipngetich Arap Korir
3.	Secretary Administration	Christopher Musumbu
4.	Ag. Director Regional Development	Maina Kiondo
5.	Assistant Accountant General	CPA Benson M. Kinyua
6.	Principal Supply Chain Management Officer	Charles M. Mulandi
7.	Chief Finance Officer	CPA Pauline Luganje
8.	Deputy Director HRM	Douglas Njeru

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**Hon. Adan Mohamed,
EGH,
Cabinet Secretary, Ministry
of East African Community
& Regional Development**

Hon. Adan Mohamed is the Cabinet Secretary for East African Community and Regional Development for Republic of Kenya since July 2018. He previously served as the Cabinet Secretary for Industry, Trade and Cooperatives for 5 years, as well as the Cabinet Secretary for Agriculture, Livestock and Fisheries for a period of one year. Prior to his appointment to serve in the Public Service, he was the Chief Administrative Officer for Barclays Africa (ABSA), with responsibility for ten (10) Barclays Bank subsidiaries in Africa.

Hon. Mohamed also performed various senior roles in Barclays Group including CEO of Barclays Kenya for over 10 years, and Managing Director-Barclays East and West Africa. He also worked in Senior Finance roles in Barclays Bank Group. Prior to joining Barclays, he worked for PricewaterhouseCoopers (London) in Management Consultancy and Business Advisory Services. His international career has seen him serve in the UK, US and Africa. He has served in many other capacities both in private and public sector in Kenya, including: chairman of Kenya Bankers Association, Member of the Kenya National Economic and Social Council (NESC), that developed Kenya's Vision 2030 strategy and Council Chairman of The Jomo Kenyatta University of Agriculture And Technology (JKUAT) amongst others.

Hon. Mohamed received Presidential Recognitions and was bestowed the Elder of Burning Spear (EBS) and the Elder of the Golden Hearts (EGH) Awards for his leading role and distinguished service in both the private and public sector. He led the development of Kenya's Industrial Transformation Programme (KITP), the County's ten-year industrial blue print that is currently under implementation, Kenya's Pioneer Trade Policy, National Export Strategy amongst other notable milestone for the country. He has been leading Kenya's doing business climate reform program that has seen the country ranked one of the most reformed economies globally by the World Bank, an improvement of 80 slots from 136th in 2014 to 56th in 2019. Hon. Mohamed is an MBA Graduate from Harvard Business School and alumni of the University of Nairobi, Kenya where he graduated with first class honors degree in commerce (accounting option). He is also a member of Institute of Chartered Accountants in England and Wales.

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**Margaret W. Mwakima PhD,
CBS**

**Principal Secretary, State
Department for Regional and
Northern Corridor
Development**

Dr. Margaret W. Mwakima, PhD, CBS is currently the Principal Secretary, State Department for Regional and Northern Corridor Development. Dr. Mwakima is a Sustainable Development professional majoring in Biodiversity Sustainability and Economic Development.

Previously, Dr. Mwakima served as Principal Secretary, State Department for Wildlife, Principal Secretary, State Department for Tourism and Wildlife, Principal Secretary, State Department for Natural Resources as well as Managing Director/CEO of Afrosayari Limited. She has also served as the Vice-Chairperson of Kenya Wildlife Service (KWS) Board of Trustees as well as a board Member of Ecotourism Kenya.



Formerly, Dr. Mwakima served as a national project officer for DANIDA/SIDA funded project at the Ministry of Environment and Mineral Resources. She has also been a consultant with UNDP and SIDA funded projects. Dr Mwakima is a progressive researcher, publisher, resource mobilizer, a trainer and an educationist.

Dr. Mwakima is a member of the Institute of Directors Kenya (IODK), Kenya Association for Public Administration and Management (KAPAM) as well as Kenya Association of Women in Tourism (KAWT).



Dr. Mwakima is a vibrant community leader who has been involved in various activities to empower the Youth and Women, which resonates very well with the provisions of the Constitution of Kenya 2010 and other voices of concern.

Dr. Mwakima received a presidential recognition award, Chief of the Order of Burning Spear CBS for her transformative leadership in the public sector socio-economic development.



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	<p>Mr. Christopher K. Musumbu is the Secretary Administration in the State Department for Regional and Northern Corridor Development. He holds an MSC in Conflict Resolution and Management from Masinde Muliro University of Science and Technology, and a BA in Government and Religion from the University of Nairobi. He has a wide and vast experience of more than 30 years in Provincial and Central Government Administration. He previously served as a District Officer, District Commissioner, and later County Commissioner in the then Provincial Administration.</p> <p>Mr. Musumbu received a Presidential Recognition Award, Order of the Grand Warrior (OGW) for his efficient and effective delivery of service for sustainable development in the year 2008. He is also the Alternate Director to the PS for State Department at Tana & Athi Rivers Development Authority (TARDA).</p>
<p>Christopher Musumbu Secretary Administration</p>	<p>Mr Kipnetich Arap Korir is the National Coordinator Northern Corridor Integration Project in the State Department for Regional and Northern Corridor Development. He holds an MBA, a Bachelor of Commerce (Accounting Option) and a Post-Graduate Diploma in Computer Science all from University of Nairobi. He is a Certified Public Accountant (CPA) and a Certified Public Secretary (CPS)</p> <p>He has vast experience in private and public sector.</p>
	<p>Mr Maina Kiondo is the Acting Director Regional Development for the State Department for Regional and Northern Corridor Development. He holds an MBA (Project Management option) from Kenyatta University and a Bachelor of Science in Agriculture from University of Nairobi. He is also a Project Management professional certified by Project Management Institute and a member of Animal Production Society of Kenya.</p> <p>He is also an alternate Director to the PS for State Department at Lake Basin Development Authority.</p>
<p>Kipnetich Arap Korir National Coordinator</p>	
<p>Maina Kiondo Ag. Director Regional Development</p>	

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 <p>CPA Benson M. Kinyua Assistant Accountant General Head Accounts Unit</p>	<p>CPA Benson Mureithi Kinyua is the Head Accounts Unit, State Department for Regional and Northern Corridor Development. He holds an MSC in Commerce, Finance and Accounting and Bachelor of commerce in Accounting and Finance.</p> <p>CPA Benson is a member of Institute of Certified Public Accountants of Kenya (ICPAK) in good standing. He has vast experience in Accounting in the civil service for the last 17 years.</p> <p>He is also an alternate Director to the PS for State Department at Ewaso Ngiro North Development Authority.</p>
 <p>CPA Pauline Luganje Chief Finance Officer Head Finance Unit</p>	<p>CPA Pauline Luganje is the Chief Finance Officer in the State Department for Regional Development and Northern Corridor Development. She is a member of the Institute of Certified Public Accountants of Kenya (ICPAK) and a member of the Association of Women Accountants of Kenya (AWAK). She holds an MBA - (Finance option.)</p> <p>She is an alternate Director to the Principal Secretary at the Kerio Valley Development Authority.</p>

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 <p>Charles Makau Mulandi Principal Supply Chain Management Officer Head Supplies chain Unit</p>	<p>Charles Makau Mulandi is the Head, Supply Chain Management Unit. He holds an MSc (Procurement & Contract Management), MBA (Finance), Bachelor of Business Management (Accounting & Finance) and Bachelor of Laws (LLB). He also holds a Graduate Diploma in Purchasing & Supply from the Chartered Institute of Procurement and Supply (CIPS), Graduate Diploma in Law from the Kenya School of Law and is a Certified Public Accountant of Kenya (CPA).</p> <p>He is a member in good standing of the Kenya Institute of Supplies Management (KISM), CIPS and the Law Society of Kenya (LSK) as well as an Advocate of the High Court of Kenya. He has a wealth of experience in public procurement having served in different capacities within the Supply Chain Management Services Cadre in the Public Service for over 16 years.</p>
 <p>Douglas Njeru Deputy Director HRM&D Head HRM&D</p>	<p>Mr Njeru is currently the Acting Director of Human Resource Management and Development. He holds a Master's Degree in Strategic Management. He is a member of the Institute of Human Resource Management. He has an illustrious career spanning more than 30 years in the Civil Service.</p>

(d) Fiduciary Oversight Arrangements

The State Department has Fiduciary Oversight responsibility over the entity's operations. This has ensured adequate systems, processes of accountability; risk management and controls are in place. The Key Management Committees with Fiduciary Oversight responsibility were as follows:

Public Finance Management Standing Committee

The State Department has established a Public Finance Management Standing Committee to provide strategic guidance on public finance management matters. The Standing Committee comprises of the following members:

- Dr Margaret W. Mwakima, the Principal Secretary/Accounting Officer as chairperson of the Standing Committee;
- Kipngetich Arap Korir, National Coordinator as a member.
- Christopher Musumbu, Secretary Administration as a member
- Maina Kiondo, Ag. Director Regional Development as a member

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- Benson M. Kinyua, Head Accounts Unit, as a member
- Charles M. Mulandi, Head Supply Chain Management Unit, as a member
- Pauline Lujanje, Head Finance Unit, as a Member/ Secretary
- Douglas Njeru, Director HRM&D as a member

The PFM Standing Committee was generally responsible for: -

- i. Ensuring that there is prioritization on resources allocated for the smooth implementation of the State Departments mission, strategy, goals, risk policy plans and objectives;
- ii. Regularly reviewing, monitoring budget implementation and advice on the State Departments financial matters, major capital expenditures and reviewing performance and strategies at least on a quarterly basis;
- iii. Identifying risks and implementation of appropriate measures to manage such risks or anticipated changes impacting on the State Department;
- iv. Reviewing on a regular basis the adequacy and integrity of the State Department internal control, acquisition and divestitures and management information systems including compliance with applicable laws, regulations, rules and guidelines;
- v. Establishing and implementing a system that provides necessary information to the stakeholders for the State Department for Regional and Northern Corridor Development in line with Article 35 of the Constitution;
- vi. Monitoring the effectiveness of the corporate governance practices under which the State Department operates and propose revisions as may be required, from time to time;
- vii. Monitoring timely resolution of audit issues; and
- viii. Any other matter referred to it from time to time by the Cabinet Secretary.

Audit Committee

In the year under review, the Ministry was in the process of establishing an audit committee. Currently the Ministry's Audit Committee is in place after appointment by the Cabinet Secretary with effect from 1st August, 2020.

The same is comprised of the following members and a chairperson:

- Mr. Godfrey Kirema Mwika, as a Chairperson
- Mr. Albert Okiro, as a member
- Ms. Caroline A. Oduor, as a member
- Ms. Agnes M. Maina, as a member
- Mr. William K. Njuguna as a member

The functions of the audit committee are to -:

- i. Support the Accounting Officer with regard to her responsibilities for issues of risk, control and governance and associated assurance.
- ii. Follow up on the implementation of the recommendations of internal and external auditors.
- iii. Obtain assurance from management that all financial and non-financial internal controls and risk management functions are operating effectively and reliably.
- iv. Provide an independent review of the State Department's reporting functions to ensure the integrity of financial reports.

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- v. Monitor the effectiveness of the State Department's performance management and performance information.
- vi. Provide strong and effective oversight of the State Department's internal audit function.
- vii. Provide effective liaison and facilitate communication between management and external audit.
- viii. Ensure the State Department effectively monitors compliance with legislative and regulatory requirements and promotes a culture committed to lawful and ethical behavior

(e) Entity Headquarters

Railways Headquarters Building
Block D
3rd and 4th floor
Haile Selassie Avenue
P.O. Box 50944-00200
Nairobi, KENYA

Entity Contacts

Telephone: (254) 02-2245741 / 2211614 / 2245752
Mobile: 0729111108 / 073308888
E-mail : ps.rd@meac.go.ke
Website: www.meac.go.ke

(f) Entity Bankers

Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya

(g) Independent Auditors

Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(h) Principal Legal Adviser

The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

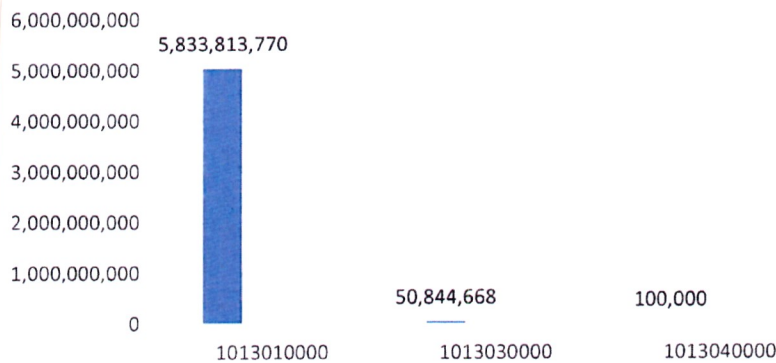
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FOREWORD BY THE CABINET SECRETARY

KEY ACHIEVEMENTS

The State Department utilized 99% per cent of the recurrent budget and 100% of development budget funded by the exchequer in the financial year ended 30th June 2020 to carry out its mandate. The mandate of the State Department is coordination of Regional Development Authorities (RDAs), monitoring and evaluation of the implementation of Northern Corridor Development and providing secretarial service during ministerial and head of states summit meetings.

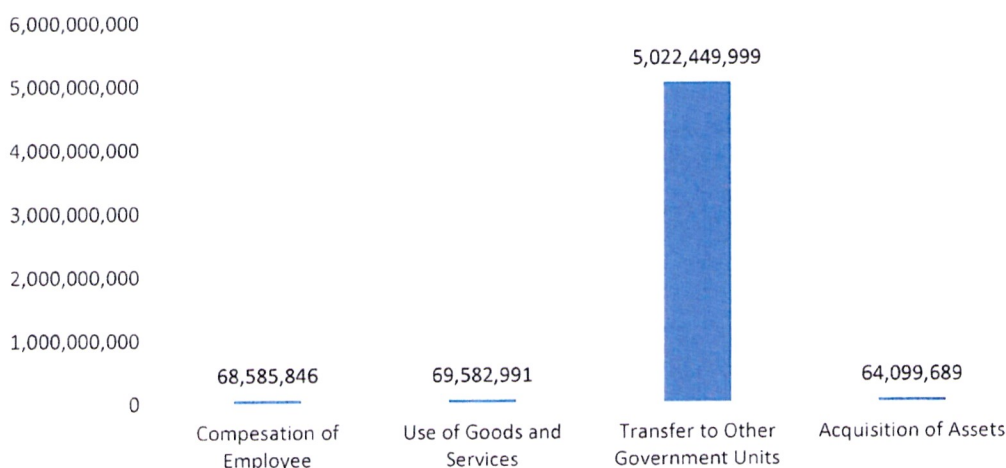
Budget Allocation by Programmes



Programme Code	Programme Description
1013010000	Irrigation Management Services
1013030000	Management of Northern Corridor Integration
1013040000	General Administration, Planning and Support Services

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Budget Utilization as Per Economic Items



The State Department for Regional and Northern Corridor Development utilized **Kshs68,585,846** on Compensation of Employees, **Kshs69,582,991** on use of goods and services, **Kshs5,022,449,999** on Transfer to other Government Units; Lake Basin Development Authority (LBDA), Kerio Valley Development Authority (KVDA), Tana and Athi rivers Development Authority (TARDA), Ewaso Ngiro South Development Authority (ENSDA), Ewaso Ngiro North Development Authority ENNDA), Coast Development Authority (CDA) and Kimira Oluch Small Farmers Improvement Project (KOSFIP) and **Kshs64,099,689** on acquisition of assets.

During the period under review, tremendous achievements have been realised by the State Department for Regional and Northern Corridor Development as follows;

- i. Coordinated resource mobilization to facilitate RDAs and KOSFIP on the implementation of integrated development projects and investments.
- ii. Facilitation of exchequer disbursements to RDAs and KOSFIP for the implementations of the integrated development projects and investments.
- iii. Provide technical support to the RDAs and KOSFIP.
- iv. Coordinated and oversaw the Regional Development Authorities.
- v. Successfully planted trees with the Regional Development Authorities as per the Presidential directive.
- vi. Successfully monitored, evaluated and reported on the implementation of the Northern Corridor Integration Projects (NCIPs)

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Pictures of sections of irrigation infrastructure under Kimira Oluch Small farmers Improvement Project (KOSFIP)



Damlo General Contractors working on block BR 4 Kimira Scheme Lot 6



Concrete laying in Lot 6 BR 4 Kimira Scheme by Damlo General Contractors



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Emerging Issues:

- i. Overlapping mandates between RDAs and County Governments.
- ii. Uncertainties in regional integration process and perceived loss of revenues and employment.
- iii. Slow implementation of decisions and directives affecting the pace of regional development

Implementation Challenges, Recommendations and way forward

Challenges:

- i. Low level of funding from the exchequer, leading to projects taking too long to complete and being too thinly spread on the ground.
- ii. Inadequate policy and legal instruments necessary for the existence and operations of RDAs.
- iii. Change of policy within Government, which include transfer of resources from RDAs, affecting the RDAs revenue base.
- iv. Frequent reorganization of the coordinating department in to various ministries, making the directorate unstable and unable to give adequate oversight to RDAs.
- v. Conflicts within the two levels of government leading to disharmony in project implementation other than synergy.
- vi. Inadequate of capacity required for project implementation and conflict in resource use within communities.
- vii. Divesting RDAs assets to other institutions has affected the allocation of resources and revenue generation to the Authorities over the years.
- viii. As a result of reduced revenues from such mega investments, there is need for the government to support proposed mega-anchor investments/projects to generate adequate revenue to support other initiatives and create regional economic pillars or acts as economic growth poles.

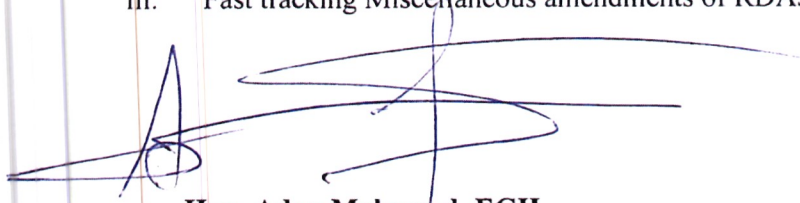
Recommendations:

- i. Additional resources should be provided towards Coordination of Regional Development Authorities and Monitoring and Evaluation of the Implementation of Northern Corridor Development.
- ii. There is need to adequately fund Publicity and Advocacy programmes on Northern Corridor Programmes, benefits and opportunities of the Integration.

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Way Forward:

- i. Develop the National regional development policy, strategy, master plan and compendium of RDAs projects concepts which will allow for harmonious work with other stake holders.
- ii. Explore alternative funding options through innovative resource mobilization strategies in order to successfully implement the strategic development objectives.
- iii. Fast tracking Miscellaneous amendments of RDAs Acts



Hon. Adan Mohamed, EGH
Cabinet Secretary

STATEMENT OF PERFORMANCE AGAINST PREDETERMINED OBJECTIVES

3.1 Introduction

Section 81(2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer when preparing financial statements of National Government entity in accordance with the standards and formats prescribed by the Public-Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The key development objectives of the State Department for Regional and Northern Corridor Development 2018-2022 are to:

- a) Coordinate and oversight Regional Development Authorities , Northern Corridor Transport & Transit Coordination Authority, LAPSET Corridor Development Authority and KOSFIP to achieve their mandates;
- b) Formulate, develop and review policies, strategies and regulations to guide the Regional Development Authorities (RDAs), Northern Corridor Transport & Transit Coordination Authority and LAPSET Corridor Development Authority;
- c) Monitor and evaluate RDAs, identified Northern Corridor Integration Projects, Northern Corridor Transport & Transit Coordination Authority and LAPSET Corridor Development Authority in order to ensure efficient and effective use of resources.

3.2 Progress on Attainment of Strategic Development Objectives

For purposes of implementing the State Department's development objectives that were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Indicators were identified for reasons of tracking progress and performance measurement. The progress on attaining the stated objectives is as follows.

Programme	Objective	Outcome	Indicator	Performance
Kimira Oluch Smallholder Farmers Improvement Project (KOSFIP)	To increase agricultural productivity through support to farm households	In field and drainage irrigation (tertiary/in block) systems constructed	Length of tertiary canals put in place (Km)	7.3km of tertiary canals were constructed
			Length in KM of infield drains constructed by farmers	0.198Kms
		Farmers capacity build to sustainably operate the schemes and run their farms as agribusiness	No. of farmers adopting modern irrigation technologies	475 farmers were trained on good agronomic practices to integrate them into irrigated agriculture

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Programme	Objective	Outcome	Indicator	Performance
			No. of farmers trained on operation & Maintenance of the irrigation infrastructure	302 farmers were trained on operation & maintenance of irrigation infrastructure
		Area under irrigated agriculture increased	No. of hectares under agricultural production	220 hectares are under agricultural production
Management of Northern Corridor Development Integration	To optimize benefits accruing from Northern Corridor Integration Projects	Monitoring and evaluation of Northern Corridor Development projects	No. of M&E reports from various Northern Corridor Integration Projects (NCIP)	Nil
		Participate in the national and regional EATV Tourist Visa verification exercise	No. of East African VISA verification reports	3
		Participate in the Northern Corridor Heads of State Summits	No. of Heads of State Summits Communiqués	Not held due to Political differences between some of the member states
	To enhance effectiveness of stakeholder consultations and engagements	Conduct sensitization forums on the Northern Corridor Integration	No. of sensitization forums/reports	Not held due to austerity measures and COVID-19 challenges

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Programme	Objective	Outcome	Indicator	Performance
Regional Conservation	To facilitate, coordinate and oversee Regional Development Projects and Programmes	Policy formulation	No. of reports	In the FY 2019/20, the following documents were developed: i. Draft regional master plan ii. Draft national regional development strategy
		Legal Framework review	No. of reports	Six Regional Development Authorities (RDAs) bills were finalized
		Tree planting campaigns	No. of trees planted	4,896,966
		Conservation project proposal	No. of proposals	One
		Budget utilization	% level of budget utilization	In the FY 2019/20, the State Department funds utilization level was 99.5
		Monitoring and evaluation of projects done	No. of Monitoring and evaluation reports	Nil

3.3 Challenges experienced during implementation of the strategic development objectives

During the implementation, the following challenges were experienced: -

- i. Budgetary Constraints including inadequate funding for planned programmes and projects .
- ii. Changing dynamics and context in the EAC whereby Partner States focus more on their national interests at the expense of regional interests.
- iii. Climate change and environmental degradation.
- iv. Covid-19 pandemic which affected day to day operations.

3.4 Lessons Learnt in Implementing the State Department activities

There is need to;

- i. Explore alternative funding options through innovative resource mobilization strategies in order to successfully implement the strategic development objectives.
- ii. Acquire adequate and serviceable vehicles to facilitate execution of the State Department mandate of monitoring and overseeing the implementation of activities and programmes of the State Corporations.

CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY

The State Department for Regional and Northern Corridor Development exists to transform lives of the citizens. This is our purpose; the driving force behind everything we do. It is what guides us to deliver our strategy, which is founded on three pillars; putting the customer/citizen first, delivering the relevant services, and improving operational excellence. Below is a brief highlight of our achievements in each pillar

4.1 Sustainability strategy and profile

The top management has continued to provide the required leadership in designing suitable plans and strategies that will contribute to high and sustainable socio-economic development. The State Department through adherence to the Constitution of Kenya, 2010, existing Laws, Regulations, Policies and Guidelines will deliver the desired goals.

While undertaking our responsibilities diligently and to the best of our abilities to support the achievement of the stated strategic development objectives, we have continued to experience the problem of inadequate funding and technical staff.

4.2 Environmental performance

The State Department's policy was put in place in 2007 following the establishment of the six (6) Regional Development Authorities (RDAs) and was based on the integrated regional development and planning principles outlined in the Regional Development Policy 2007.

Chapter 4 constitutes the main body of the policy and sets out the policy recommendations on RDAs. It presents the main functions and activities of the RDAs, which include - Integrated Regional Planning; Integrated Basin Based Development Programmes; Resource Studies and information; establishment of basin resource management standards and norms as well as utilization of international waters among others.

The department collaborates closely with the Ministry of Environment and Natural Resources, which is the country's climate change focal point. Our environmental conservation activities are further guided by the National Environment Policy, 2013.

Chapter Four of the National Environment policy identifies Kenya's critical ecosystems and natural resources. It proposes measures to enhance conservation and management of ecosystems and sustainable use of natural resources while Chapter Six addresses a wide range of issues relating to environmental quality and health. The areas covered include air quality, water and sanitation, waste management, radiation, toxic and hazardous substances, noise and environmental diseases.

Department's conservation efforts

The department coordinates conservation activities countrywide through its implementing agencies-the Regional Development Authorities (RDAs).

Under the presidential Directive issued in October 2018 requiring government ministries to lead the

**State Department for Regional and Northern Corridor Development
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way in achieving a targeted 10% national tree cover, the department has since made the progress as outlined below: -

Summary of tree planting activities

Between July 2018 and December 2019, the State Department, through its SAGAs, planted a total of **7,626,321** tree seedlings. Out of this, a total of **2,729,355** and **4,896,966** were planted in 2018 and 2019 respectively. This was done in collaboration with schools, community groups, educational institutions, GK prisons and other stakeholders.

Tree planting activities in 2019

1. The Regional Development Authorities raised and planted a total of **5,059,900** seedlings between January and December 2019.
2. Out of this, **4,896,966** seedlings were indigenous (including bamboo), **87,696** were exotic and **58,100** were fruit trees.
3. The total coverage was **10,544** hectares.
4. These were planted in various locations in **23** counties namely:- Kwale, Isiolo, Nyeri, Elgeyo Marakwet, West Pokot, Embu, Nyandarua, Kitui, Kiambu, Machakos, Nairobi, Bungoma, Busia, Trans Nzoia, Migori, Nyamira, Homa Bay, Nandi, Narok, Nakuru, Nyandarua, Kajiado and Kisumu.
5. The survival rate of the planted tree seedlings varied depending on the region.

Isiolo and Nyeri (drier parts) under ENNDA	47.2%
Kitui, Kiambu, Machakos, Nairobi (TARDA)	82%
Bungoma, Busia, Trans Nzoia, Migori, Nyamira, Homa Bay, Kisumu and Nandi (LBDA)	100%
Narok, Nakuru, Nyandarua, Kajiado (ENSDA)	90%
Kwale and Mombasa (CDA)	95%
Elgeyo Marakwet and West Pokot (KVDA)	81%

Challenges

RDAs do not have a **CSR** Budget for their conservation activities but instead rely on funds assigned for other activities. This significantly limits tree planting activities in their areas of operation.

Way forward

To address the challenges the ministry formed an inter-regional conservation committee comprising environment officers from all the RDAs to address conservation challenges affecting their regions.

The committee, developed a project proposal focusing on increasing forest cover in

**State Department for Regional and Northern Corridor Development
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their areas of operation. The project proposal also identifies energy-saving technologies, best conservation practices and capacity building needs for farmers and other stakeholders.

This 3-year project, once funded, is expected to raise 36.5 million tree seedlings, roll-out 36 tree planting campaigns in all counties as well as conduct 1,135 sensitization meetings to communities, schools and other stakeholders.

The department has also created a climate change unit to efficiently manage conservation activities and appointed officer who will coordinate activities of the unit.

4.3 Employee welfare

There is a recruitment and selection policy in place that guides efficient management of hiring process in the public service. The guidelines contained in the policy helps in ensuring that the State Department has optimum number of staff with relevant skills mix, knowledge, competencies, experience, values and attitudes to perform the core and support functions of the MDA. In addition, the policy is meant to facilitate the recruitment and selection of staff on the basis of meritocracy, knowledge, skills and experience and cater for affirmative action on gender, youth and people living with disability as well as other special interest groups. There is monitoring and evaluation system that ensure the hiring process is improved.

In compliance with the Constitution of Kenya 2010, Article 232 (i) on Values and Principles of Public Service that calls for affording adequate and equal opportunities for appointment, training and advancement, at all levels of public service for everybody regardless of gender, ethnicity or disability, there is put in place a Human Resource Training and Development mechanism that ensures parity in treatment in respect to management of training and development function in the MDA. In this regard we have (a Training and Development policy) an elaborate continuous process of developing and strengthening the skills, abilities, competencies, attitudes and knowledge, processes and resources that the department and individuals require to adapt to and survive in the fast changing environment for effective and efficient performance. Ultimately, this enable officers to perform in their present and future roles utilizing and strengthening their inherent potential in a conducive work environment.

In compliance with OSHA, the State Department has put in place safety and security measures in the workplace. This forms part of the performance indicator or criteria against which annual performance contract is evaluated vis-a- vis staff performance appraisal is undertaken.

4.4 Market place practices-

a) Responsible competition practices

The State Department has continued to procure goods, works and services competitively in compliance with the PPADA 2015 and the government procurement regulations. Additionally, all the required statutory procurement reports are submitted to the relevant agencies as required including uploading of the same on the Public Procurement Information Portal (PPIP).

**State Department for Regional and Northern Corridor Development
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b) Responsible supplier Relationship Management

The State Department has maintained good supplier relations and has honored its contractual obligations with suppliers including payment within prescribed timelines upon satisfactory delivery subject to the availability of exchequer. Any contractual disputes including payment claims are amicably resolved within the dispute resolution mechanisms provided for in the contracts failing which the same are forwarded to the office of the Attorney General for the appropriate advisory opinions.

**State Department for Regional and Northern Corridor Development
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STATEMENT OF MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public-Sector Accounting Standards Board of Kenya from time to time.

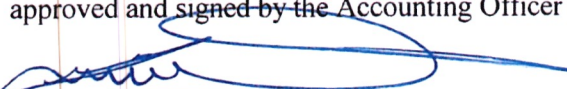
The Accounting Officer in charge of the State Department for Regional and Northern Corridor Development is responsible for the preparation and presentation of the department's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2020. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

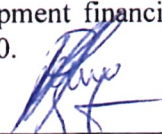
The Accounting Officer in charge of the State Department for Regional and Northern Development Corridor accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public-Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the State Department's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2020, and of the State Department's financial position as at that date. The Accounting Officer in charge of the State Department further confirms the completeness of the accounting records maintained for the entity, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further, the Accounting Officer confirms that these financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public-Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The State Department for Regional and Northern Corridor Development financial statements were approved and signed by the Accounting Officer on 23/9 2020.


Principal Secretary
Margaret W. Mwakima PhD, CBS


Head Accounts Unit
Benson M. Kinyua
ICPAK Member Number: 7782

**State Department for Regional and Northern Corridor Development
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REPORT OF THE INDEPENDENT AUDITORS

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



OFFICE OF THE AUDITOR GENERAL

Enhancing Accountability

HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR DEVELOPMENT FOR THE YEAR ENDED 30 JUNE, 2020

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of State Department for Regional and Northern Corridor Development set out on pages 25 to 42, which comprise the statement of assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects the financial position of the State Department for Regional and Northern Corridor Development as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Pending Bills

Annex 1 to the financial statements reflects pending bills amounting to Kshs.2,439,340,189 chargeable to both the recurrent and development votes that were not settled during the year under review but were instead carried forward to the 2020/2021 financial year. The pending bills balance includes an amount of Kshs.2,438,725,299 which, as reported in the previous year, had no supporting documents.

In the absence of supporting documents, it was not possible to confirm the authenticity of the pending bills amounting to Kshs.2,438,725,299 and whether the bills are a proper charge to public funds.

Report of the Auditor-General on State Department for Regional and Northern Corridor Development for the year ended 30 June, 2020

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the State Department for Regional and Northern Corridor Development Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report on in the year under review.

Other Matter

1. Budget Performance and Control

The State Department received Exchequer receipts totalling Kshs.5,224,758,438 against an approved budget of Kshs.5,884,758,438 resulting to a shortfall of Kshs.660,000,000 or 11%. Similarly, actual expenditure amounted to Kshs.5,224,718,525 against the approved budget of Kshs.5,884,758,438 resulting to an under absorption of Kshs.660,039,913 or 11.2% which occurred mainly under transfers to other government entities. The shortfall in budgeted receipts and under-absorption implies that the overall goals and objectives of the State Department were not achieved as planned.

2. Unresolved Prior Year Matters

2.1. Irregular Advance Payment for Kimwarer Multipurpose Dam Development Project

As previously reported, the statement of receipts and payments for the year ended 30 June, 2019, reflected proceeds from foreign borrowing of Kshs.3,666,495,236 out of which Kshs.3,485,500,628 was paid to an International Joint Venture firm on 27 September, 2018. The payment, which was effected in the books of the State Department on 2 November, 2018 through journal entries, was an advance payment for designing, building, and transfer of the proposed Kimwarer Multipurpose Dam Development Project. Available information indicates that this matter is unresolved and under investigation by the relevant authorities.

2.2. Unreconciled Grants and Transfers to Other Government Entities

As previously reported, the statement of receipts and payments for the year ended 30 June, 2019, reflected transfers to eight (8) other Government entities amounting to Kshs.8,138,743,577. However, confirmation from two Agencies revealed variances as follows:

SAGA	Amount Disbursed by the State Department (Kshs.)	Amount Received by the SAGA (Kshs.)	Variance (Kshs.)
Ewaso Ng'iro North River Development Authority	338,129,280	339,535,887	(1,406,607)
Kerio Valley Development Authority-Direct Payment	3,666,495,236	Nil	3,666,495,236

In the circumstances, the accuracy and completeness of the grants and transfer to other Government entities balance of Kshs.8,138,743,577 for the year ended 30 June, 2019, could not be confirmed. A review of the matter in the financial year 2019/2020 revealed that no reconciliation has been done.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit

evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the State Department's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless Management is aware of the intention to terminate the State Department or to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the State Department's financial reporting process, reviewing the effectiveness of how the entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the State Department's policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the State Department's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence

obtained up to the date of my audit report. However, future events or conditions may cause the State Department to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the State Department to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

30 April, 2021

**State Department for Regional and Northern Corridor Development
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STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2019-2020	2018-2019
		Kshs	Kshs
RECEIPTS			
Exchequer releases	1	5,224,758,438	4,671,815,790
Proceeds from Foreign Borrowings	2	0	3,666,495,236
TOTAL RECEIPTS		5,224,758,438	8,338,311,026
PAYMENTS			
Compensation of Employees	3	68,585,846	7,813,917
Use of goods and services	4	69,582,991	91,680,972
Transfers to Other Government Units	5	5,022,449,999	8,138,743,577
Acquisition of Assets	6	64,099,689	92,836,825
TOTAL PAYMENTS		5,224,718,525	8,331,075,291
SURPLUS/DEFICIT		39,913	7,235,735

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The State Department for Regional and Northern Corridor Development financial statements were approved on 23/9/ 2020 and signed by:



Principal Secretary
Margaret W. Mwakima PhD, CBS



Head Accounts Unit
Benson M. Kinyua
ICPAK Member Number: 7782

State Department for Regional and Northern Corridor Development
 Reports and Financial Statements
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STATEMENT OF ASSETS AND LIABILITIES

	Note	2019-2020	2018-2019
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	7	952,422	7,236,735
Total Cash and cash equivalent		952,422	7,236,735
TOTAL FINANCIAL ASSETS		952,422	7,236,735
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	8	912,509	1000
NET FINANCIAL ASSETS		39,913	7,235,735
REPRESENTED BY			
Fund balance b/fwd	9	7,235,735	0
Prior year adjustment	10	(7,235,735)	0
Surplus/Deficit for the year		39,913	7,235,735
NET FINANCIAL POSSITION		39,913	7,235,735

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The State Department for Regional and Northern Corridor Development financial statements were approved on 23/9/20 2020 and signed by:



Principal Secretary
 Margaret W. Mwakima PhD, CBS



Head Accounts Unit
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 ICPAK Member Number: 7782

State Department for Regional and Northern Corridor Development
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STATEMENT OF CASH FLOW

		2019-20 20	20 18 -20 19
		Kshs	Kshs
Receipts for operating income			
Exchequer Releases	1	5,224,758,438	4,671,815,790
Payments for operating expenses			
Compensation of Employees	3	68,585,846	7,813,917
Use of goods and services	4	69,582,991	91,680,972
Transfers to Other Government Units	5	5,022,449,999	8,138,743,577
Adjusted for:			
Adjustments during the year			
Increase/(Decrease) in Accounts Payable: (deposits and retention)	8	911,509	1,000
Prior Year Adjustments	10	(7,235,735)	0
Net cash flow from operating activities		57,815,376	(3,566,421,676)
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	6	64,099,689	92,836,825
Net cash flows from Investing Activities		(64,099,689)	(92,836,825)
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from Foreign Borrowings	2	0	3,666,495,236
Net cash flow from financing activities		0	3,666,495,236
NET INCREASE IN CASH AND CASH EQUIVALENT		(6,284,313)	7,236,735
Cash and cash equivalent at BEGINNING of the year	9	7,236,735	0
Cash and cash equivalent at END of the year	7	952,422	7,236,735

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The State Department for Regional and Northern Corridor Development financial statements were approved on 23/9/ 2020 and signed by:



Principal Secretary
 Margaret W. Mwakima PhD, CBS



Head Accounts Unit
 Benson M. Kinyua
 ICPAK Member Number: 7782

State Department for Regional and Northern Corridor Development
 Reports and Financial Statements
 For the year ended June 30, 2020

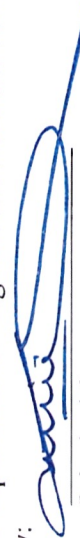
SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

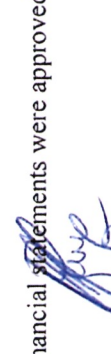
Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
RECEIPTS						
Exchequer releases	3,993,400,000	1,231,358,438	5,224,758,438	5,224,758,438	0	100%
Proceeds from Foreign Borrowings	100,000,000	100,000,000	200,000,000	0	200,000,000	0%
Proceeds from Sale of Assets	8,000,000	8,000,000	16,000,000	0	16,000,000	0%
Other Receipts	207,000,000	237,000,000	444,000,000	0	444,000,000	0%
TOTAL RECEIPTS	4,308,400,000	1,576,358,438	5,884,758,438	5,224,758,438	660,000,000	89%
PAYMENTS						
Compensation of Employees	29,950,000	38,650,000	68,600,000	68,585,846	14,154	99%
Use of goods and services	53,125,671	16,474,323	69,599,994	69,582,991	17,003	99%
Transfers to Other Government Units	4,223,950,000	1,458,500,000	5,682,450,000	5,022,449,999	660,000,001	88%
Acquisition of Assets	1,374,329	62,734,115	64,108,444	64,099,689	8,755	99%
TOTAL PAYMENTS	4,308,400,000	1,576,358,438	5,884,758,438	5,224,718,525	660,039,913	89%
Surplus/ Deficit				39,913	(39,913)	

Notes

1. Proceeds from sale of assets and other receipts 0%; this was budgeted as appropriation in Aid under Regional Development Authorities (RDAs). These amounts are supposed to be collected and reported directly by the RDAs.
2. Proceed from foreign borrowing of 0%. The underutilization was occasioned by the financing bank delaying in confirming declaration of the contract component as effective. The contractor also delayed in taking the site.
3. Transfer to other Government units 88%; the under expenditure was due to non-utilization of Proceeds from Foreign Borrowings and Appropriation in Aid component which is reported directly by the Regional Development Authorities.

The State Department for Regional and Northern Corridor Development financial statements were approved on 23/9/2020 and signed by:


 Principal Secretary
 Margaret W. Mwakima PhD, CBS


 Head Accounts Unit
 Benson M. Kinyua
 ICPAK Member Number: 7782

State Department for Regional and Northern Corridor Development
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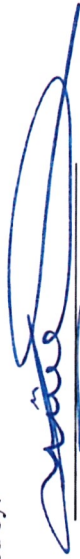
SUMMARY STATEMENT OF APPROPRIATION: RECURRENT


Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
RECEIPTS						
Exchequer releases	850,800,000	884,208,438	1,735,008,438	1,735,008,438	0	100%
Proceeds from Sale of Assets	8,000,000	8,000,000	16,000,000	0	16,000,000	0%
Other Receipts	207,000,000	237,000,000	444,000,000	0	444,000,000	0%
TOTAL RECEIPTS	1,065,800,000	1,129,208,438	2,195,008,438	1,735,008,438	460,000,000	
PAYMENTS						
Compensation of Employees	29,950,000	38,650,000	68,600,000	68,585,846	14,154	99%
Use of goods and services	53,125,670	16,474,324	69,599,994	69,582,991	17,003	99%
Transfers to Other Government Units	981,350,000	1,011,350,000	1,992,700,000	1,532,699,999	460,000,001	76%
Acquisition of Assets	1,374,330	62,734,114	64,108,444	64,099,689	8,755	99%
TOTAL PAYMENTS	1,065,800,000	1,129,208,438	2,195,008,438	1,734,968,525	460,039,913	79%
Surplus/Deficit				39,913	(39,913)	

Notes

- Proceeds from sale of assets and other receipts 0%; this was budgeted as appropriation in Aid under RDAs. These amounts are supposed to be reported directly by the RDAs.
- Transfer to other Government units 76%; the under expenditure was due to AIA Component in the final Budget of **KShs 460,000,000** which is not funded by the exchequer but instead was collected by the RDAs and utilized at source,

The State Department for Regional and Northern Corridor Development financial statements were approved on 23/9/2020 and signed by:


 Principal Secretary
 Margaret W. Mwakima PhD, CBS


 Head Accounts Unit
 Benson M. Kinyua
 ICPAK Member Number: 7782

**State Department for Regional and Northern Corridor Development
Reports and Financial Statements
For the year ended June 30, 2020**

SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
RECEIPTS						
Exchequer releases	3,142,600,000	347,150,000	3,489,750,000	3,489,750,000	0	100%
Proceeds from Foreign Borrowings	100,000,000	100,000,000	200,000,000	0	200,000,000	0%
TOTAL RECEIPTS	3,242,600,000	447,150,000	3,689,750,000	3,489,750,000	200,000,000	95%
PAYMENTS						
Transfers to Other Government Units	3,242,600,000	447,150,000	3,689,750,000	3,489,750,000	200,000,000	95%
TOTAL PAYMENTS	3,242,600,000	447,150,000	3,689,750,000	3,489,750,000	200,000,000	95%
Surplus/Deficit						

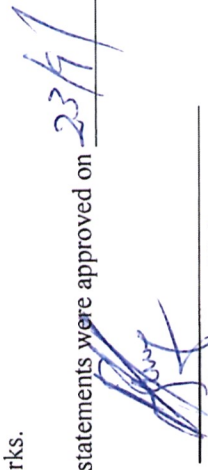
Notes

1. Proceed from foreign borrowing of 0 %: The underutilization was occasioned by the financing bank delaying in confirming declaration of the contract component as effective and delay by the contractor in starting the works.

The State Department for Regional and Northern Corridor Development financial statements were approved on 23/9/2020 and signed by:



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State Department for Regional and Northern Corridor Development
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BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on	Budget
	2020		2020	comparable basis	utilization
	Kshs	Kshs	Kshs	Date, 2020	difference
					Kshs
Programme I					
Sub-programme 1013010000	4,207,909,904	1,625,903,866	5,833,813,770	5,173,785,442	660,028,328
Sub-programme 1013030000	100,290,096	(49,445,428)	50,844,668	50,833,083	11,585
Sub-programme 1013040000	200,000	(100,000)	100,000	100,000	0
TOTAL	4,308,400,000	1,576,358,438	5,884,758,438	5,224,718,525	660,039,913

**State Department for Regional and Northern Corridor Development
Reports and Financial Statements
For the year ended June 30, 2020**

SIGNIFICANT ACCOUNTING POLICIES

The principle accounting policies adopted in the preparation of these financial statements are set out below:

1. Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public-Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB. The accounting policies adopted have been consistently applied to all the years presented.

2. Reporting Entity

The financial statements are for the State Department for Regional and Northern Corridor Development. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012 and also comprise of the following development project implemented by the entity:

- Kimira Oluch Smallholders Farm Improvement Project (KOSFIP) in Homa Bay County

3. Reporting Currency

The financial statements are presented in Kenya Shillings (KShs), which is the functional and reporting currency of the Government and all values are rounded to the nearest Kenya Shilling.

4. Significant Accounting Policies

The accounting policies set out in this section have been consistently applied by the State Department for all the years presented.

a) Recognition of Receipts

The State Department recognises all receipts from the various sources when the event occurs and the related cash has actually been received.

Transfers from the Exchequer

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the State Department.

External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the State Department.

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In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criterion is applied for loans received in the form of a direct payment.

During the year ended 30th June 2020, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is received.

b) Recognition of payments

The State Department recognises all payments when the event occurs and the related cash has actually been paid out.

Compensation of Employees

Salaries and wages, allowances, statutory contribution for employees are recognized in the period when the compensation is paid.

Use of Goods and Services

Goods and services are recognized as payments in the period when the goods/services are paid for. Such expenses, if not paid during the period where goods/services are consumed, shall be disclosed as pending bills.

Acquisition of Fixed Assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to these financial statements

5. Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya at the end of the financial year.

Restriction on Cash

Restricted cash represents amounts that are restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation. Amounts maintained in deposit bank accounts are restricted for use in refunding third party deposits.

**State Department for Regional and Northern Corridor Development
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As at 30th June 2020, this amounted to Kshs 912,509 compared to Kshs 1000 in prior period as indicated on note 8.

There were no other restrictions on cash during the year.

6. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

7. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

8. Pending Bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the State Department at the end of the year. When the pending bills are finally settled, such payments are included in the Statement of Receipts and Payments in the year in which the payments are made.

9. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2019 for the period 1st July 2019 to 30th June 2020 as required by Law and there were two supplementary adjustments to the original budget during the year.

A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

Government Development Projects are budgeted for under the MDAs but receive budgeted funds as transfers and account for them separately. These transfers are recognised as inter-entity transfers.

10. Comparative Figures

Where necessary, comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation.

11. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2020.

State Department for Regional and Northern Corridor Development
Reports and Financial Statements
For the year ended June 30, 2020

12. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

During the year, there were no errors that were corrected.

13. Related Party Transactions

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.

State Department for Regional and Northern Corridor Development
 Reports and Financial Statements
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NOTES TO THE FINANCIAL STATEMENTS

1 EXCHEQUER RELEASES

Description	2019-2020	2018-2019
	Kshs	Kshs
Total Exchequer Releases for quarter 1	288,214,440	682,522,830
Total Exchequer Releases for quarter 2	1,384,503,314	1,729,550,160
Total Exchequer Releases for quarter 3	1,530,574,815	1,014,500,000
Total Exchequer Releases for quarter 4	2,021,465,869	1,245,242,800
Total	5,224,758,438	4,671,815,790

The budgeted exchequer was **Kshs 5,224,758,438** (recurrent- **Kshs.1,735,008,438** and development- **Kshs 3,438,975,000**) while the received exchequer was **Kshs 5,224,758,438** thus fully funded at 100%

2 PROCEEDS FROM FOREIGN BORROWINGS

	2019-2020	2018-2019
	Kshs	Kshs
Foreign Borrowing - Direct Payments	0	3,666,495,236
Total	0	3,666,495,236

3 COMPENSATION OF EMPLOYEES

	2019-2020	2018-2019
	Kshs	Kshs
Basic salaries of permanent employees	36,776,478	7,813,917
Personal allowances paid as part of salary	31,809,368	0
Total	68,585,846	7,813,917

State Department for Regional and Northern Corridor Development
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 USE OF GOODS AND SERVICES

	2019-2020	2018-2019
	Kshs	Kshs
Utilities, supplies and services	1,400,000	0
Communication, supplies and services	4,314,860	2,389,427
Domestic travel and subsistence	20,654,656	23,110,132
Foreign travel and subsistence	3,186,840	15,963,144
Printing, advertising and information supplies & services	559,330	1,223,469
Training expenses	736,220	2,975,426
Hospitality supplies and services	16,263,809	30,436,432
Specialized materials and services	325,110	617,400
Office and general supplies and services	5,676,659	8,759,475
Fuel Oil and Lubricants	7,717,610	2,866,900
Other operating expenses	1,100,000	0
Routine maintenance – vehicles and other transport equipment	7,311,020	2,590,289
Routine maintenance – other assets	336,877	748,878
Total	69,582,991	91,680,972

5 GRANTS AND TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2019-2020	2018-2019
	Kshs	Kshs
Transfers to National Government entities (SCOA Codes 2630100, 2630200, 2640400, 2640500, 2649900, 2820100, 2820200, 2820300)		
Current Grants to National Government Agencies	1,532,699,999	1,654,548,341
Capital Grants to National Government Agencies	3,489,750,000	6,484,195,236
TOTAL	5,022,449,999	8,138,743,577

The above transfers were made to the following self-reporting entities during the year under review:

Description	Recurrent	Development	Total	2018-2019
	Kshs	Kshs	Kshs	Kshs
Transfers to SAGAs and SCs				
Lake Basin Development Authority	215,303,375	453,928,000	669,231,375	551,341,717
Tana and Athi Rivers Development Authority	345,808,409	385,600,000	731,408,409	660,008,409
Coast Development Authority	244,442,460	592,158,000	836,600,459	509,192,460
Ewaso Ngiro North Development Authority	231,879,280	1,035,540,000	1,267,419,280	338,129,280

State Department for Regional and Northern Corridor Development
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Ewaso Ngiro South Development Authority	358,691,291	457,187,500	815,878,791	957,691,291
Kerio Valley Development Authority	136,575,184	166,928,000	303,503,184	520,575,184
LAPSSET Corridor Development Authority	0	0	0	248,310,000
Kerio Valley Development Authority- Direct payments made by The National Treasury from Foreign Borrowings	0	0	0	3,666,495,236
Transfers to Projects-GoK counterpart funding				
Kimira Oluch Small Holder Farm Improvement Project in Homa Bay	0	398,408,500	398,408,500	687,000,000
TOTAL	1,532,699,999	3,489,750,000	5,022,449,999	8,138,743,577

We have confirmed these amounts with the recipient entities and attached these confirmations as an appendix to these financial statements

6 ACQUISITION OF ASSETS

Non-Financial Assets	2019-2020	2018-2019
	Kshs	Kshs
Refurbishment of Buildings	19,993,400	-
Purchase of Vehicles and Other Transport Equipment	22,498,999	52,475,73
Purchase of Office Furniture and General Equipment	21,607,290	30,949,597
Purchase of Specialized Plant, Equipment and Machinery	0	9,411,49
Total	64,099,689	92,836,825

7: Bank Accounts

Name of Bank, Account No. & currency	Amount in bank account currency	Indicate whether recurrent, Development, deposit e.t.c	Exc. rate (if in foreign currency)	2019-2020	2018-2019
				Kshs	Kshs
Central bank of Kenya, Recurrent Account No. 1000384816 Kshs	Kenya Shillings	Recurrent		39,913	7,236,735

**State Department for Regional and Northern Corridor Development
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Central bank of Kenya, Development Account No.1000384832 Kshs	Kenya Shillings	Development		0	0
Central bank of Kenya, Deposit Account No.1000454334 Kshs	Kenya Shillings	Deposit		912,509	0
Central bank of Kenya, CBK 165 Account No.1000384875 Kshs	Kenya Shillings	CBK 165		0	0
Total				952,422	7,236,735

8. ACCOUNTS PAYABLE

Description	2019-2020	2018-2019
	Kshs	Kshs
Retention	912,509	0
Deposits	0	1000
Total	912,509	1000

The amount is in respect of 5% retention monies refundable to Levin Services after the lapse of no defect period.

9. FUND BALANCE BROUGHT FORWARD

Description	2019-2020	2018-2019
	Kshs	Kshs
Bank accounts	7,236,735	0
Accounts Payables	(1000)	0
Total	7,235,735	0

The brought forward balances refers to the unspent bank balances that was latter recouped back by the National Treasury

10. PRIOR YEAR ADJUSTMENTS

	Balance b/f as per Financial statements	Adjustments	Adjusted Balance c/f
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	7,235,735	7,235,735	0
Total	7,235,735	7,235,735	0

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The prior year adjustments were made to adjust unspent funding that was later recouped back by the National Treasury.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

Description of the error	2019 - 2020	2018 - 2019
	KShs	KShs
Deposit and Retentions as at 1 st July 2019 (A)	0	0
Deposit and Retentions held during the year (B)	1,825,019	0
Deposit and Retentions paid during the Year (C)	912,509	0
Net changes in account receivables D= A+B-C	912,509	0

12. RELATED PARTY DISCLOSURES

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS.

The following comprise of related parties to the State Department for Regional and Northern Corridor Development

- Key management personnel that include the Cabinet Secretaries and Accounting Officers
- | | | |
|-----|-------------------------------------------|---------------------------------|
| 1. | Cabinet Secretary | Hon. Adan Mohamed, EGH |
| 2. | Principal Secretary/Accounting Officer | Margaret W. Mwakima PhD,
CBS |
| 3. | National Coordinator | Kipnetich Arap Korir |
| 4. | Secretary Regional | Emilio Ndigwa Mugo |
| 4. | Secretary Administration | Christopher Musumbu |
| 5. | Ag. Director Regional Development | Maina Kiondo |
| 6. | Assistant Accountant General | CPA Benson M. Kinyua |
| 7. | Principal Supply Chain Management Officer | Charles Mulandi |
| 8. | Chief Finance Officer | CPA Pauline Lujanje |
| 9. | Deputy Director HRM | Douglas Njeru |
| 10. | Director Planning | Joseph Wambua |
| 11. | Information Communication Technology | Nancy Itugu |

**State Department for Regional and Northern Corridor Development
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- State Corporations and Semi-Autonomous Government Agencies.

SAGAs
Lake Basin Development Authority (LBDA)
Tana and Athi Rivers Development Authority (TARDA)
Coast Development Authority (CDA)
Ewaso Ngiro North Development Authority (ENNDA)
Ewaso Ngiro South Development Authority (ENSDA)
Kerio Valley Development Authority (KVDA)
Projects-GoK counterpart funding
Kimira Oluch Smallholders Farm Improvement Project (KOSFIP) in Homa Bay

Related party transactions:

	2019- 2020	2018- 2019
	Kshs	Kshs
Transfers to related parties		
Transfers to SAGAs	4,624,041,499	3,785,248,341
Transfers to Development Project	398,408,500	687,000,000
Total Transfers to related parties	5,022,449,999	4,472,248,341
Transfers from related parties		
Transfers from the Exchequer	5,224,758,438	4,671,815,790
Total Transfers from related parties	5,224,758,438	4,671,815,790

**State Department for Regional and Northern Corridor Development
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13. PROGRESS ON FOLLOW UP OF PRIOR YEARS AUDITOR'S RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: (Resolved / Not Resolved)	Timeframe:
1	<p>Irregular Advance Payment for Kimwarer Multipurpose Dam Development Project</p> <p>The statement of receipts and payments as at 30 June, 2019, reflects proceeds from foreign borrowing of Kshs.3,666,495,236 out of which Kshs.3,485,500,628 was paid to International Joint Venture firm on 27 September, 2018. The payment, which was effected in the books of the State Department on 2 November, 2018 through journal entries, was an advance for designing, building and transfer of the proposed Kimwarer Multipurpose Dam Development Project. Available information indicates that this matter is under investigations by the relevant authorities.</p>	<p>Management Response</p> <p>The advance payment of Kshs.3,485,500,628 made to International Joint Venture firm was supported by the contract between KVDA and CMC di Ravenna- Itinera Joint Venture dated 5th April, 2017 contract number KVDA/RFP/36/2015/15.</p> <p>This payment was supported by documents submitted by Kerio Valley Development Authority and forwarded to Treasury (External Resources Department) for payment. However, the matter is currently in court awaiting determination.</p>	Accounting Officer	Not resolved	

**State Department for Regional and Northern Corridor Development
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2	<p>Unconfirmed Payments for Sigor Wei Wei Integrated Development Project The Statement of Receipts and Payments reflect receipts from foreign borrowing amounting to Kshs.3,666,495,236 out of which Kshs.180,994,608 was payment in respect of Sigor Wei Wei Integrated Development Project comprising Kshs.173,085,366 paid to the contractor and Kshs.7,909,242 paid to the supervision consultant. The State Department effected the payments of Kshs.180,994,608 in its books on diverse dates during the financial year by processing Journal Entries. However, there was no evidence from the financier that the payment was indeed made and to whom (details of the relevant bank accounts), to authenticate the receipts from borrowing and the resultant payments.</p> <p>Further, Minutes of an Adhoc Inspection and Acceptance Committee held on 20 February 2019 indicate that the works were 97% complete but the performance bond was to expire on 28 February 2019. There was no evidence that the performance bond was renewed to cover time extension including defects liability period. In addition, Interim Certificate No 7 dated 22 August 2018 for Kshs.67,383,982.80 does not reflect deduction of retention money of Kshs.3,369,199 in respect of payments to contractors and consultants for the Sigor Wei Wei Integrated Development Project Phase III.</p>	<p>Management Response As per request for payment of IPC 11, the contractor confirmed having received payments for IPC 1-10.</p> <p>The project has since been completed and the final acceptance issued on 20th July, 2019 at completion.</p> <p>KVDA prepared payment vouchers payable to the Contractor Alma CIS SRL JV for Sigor Wei Wei integrated Development project and supervision consultant SWS Consulting Engineering SRL. The same were forwarded through the State Department for Regional and Northern Corridor Development to The National Treasury which deals in matters of external resources mobilization. Retention was therefore supposed to be deducted at the point of payment that is The National Treasury.</p>	Resolved
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**State Department for Regional and Northern Corridor Development
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	<p>In the circumstances, it has not been possible to confirm the propriety of the expenditure of Kshs.180,994,608 for the project</p>																
<p>3</p>	<p>Unreconciled Grants and Transfers to Other Government Entities The statement of receipts and payments and Note 5 to the financial statements reflect transfers to eight (8) other Government entities amounting to Kshs.8,138,743,577. However, confirmation from the respective agencies revealed variances as follows:</p> <table border="1" data-bbox="692 1211 911 1760"> <thead> <tr> <th>SAGA</th> <th>Amount disbursed by the State Department Kshs.</th> <th>Amount received by the SAGA Kshs.</th> <th>Difference</th> </tr> </thead> <tbody> <tr> <td>ENNDA</td> <td>338,129,280</td> <td>339,535,887</td> <td>(1,406,607)</td> </tr> <tr> <td>KVDA</td> <td>3,666,495,236</td> <td>Nil</td> <td>3,666,495,236</td> </tr> </tbody> </table> <p>In the circumstances, the accuracy and completeness of the grants and transfer to other Government entities balance of Kshs.8,138,743,577 for the year ended 30 June, 2019, could not be confirmed.</p>	SAGA	Amount disbursed by the State Department Kshs.	Amount received by the SAGA Kshs.	Difference	ENNDA	338,129,280	339,535,887	(1,406,607)	KVDA	3,666,495,236	Nil	3,666,495,236	<p>Management Response Grants to ENNDA It is true that the statement of receipts and payments for the year ended 30th June, 2019 and note 5 to the financial statements reflects transfers to eight other government entities amounting to Kshs. 8,138,743,577. Out of this amount Kshs.4,671,815,790 was funded by exchequer and Kshs.3,666,495,236 was funded through foreign borrowing and therefore did not constitute transfer to any SAGAs as it was a direct payment. The figure 338,129,280 was transferred/disbursed to Ewaso Ngiro North Development Authority and confirmed by the authority vide inter entity transfers confirmation letter. However, we communicated to Ewaso Ngiro North Development Authority and advised them to reconcile the two figures to reflect the actual amount disbursed to them by the State Department.</p>		Resolved	
SAGA	Amount disbursed by the State Department Kshs.	Amount received by the SAGA Kshs.	Difference														
ENNDA	338,129,280	339,535,887	(1,406,607)														
KVDA	3,666,495,236	Nil	3,666,495,236														

State Department for Regional and Northern Corridor Development
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4	<p>Pending Bills Annex 1 analysis of other pending payables reflects Pending bills totaling Kshs.2,446,331,092. Included in the amounts are bills totaling to Kshs.2,438,725,299 which had no supporting document. In the absence of supporting documents it was not possible to confirm the authenticity of the pending bills amounting to Kshs.2,438,725,299 and whether the bills are a proper charge to public funds. Further failure to settle pending bills during the year in which they relate to adversely affects the provision of the subsequent year to which they have to be charged</p>	<p>Management Response Pending bills as reflected in the draft report for 2019/2020 amounted to Kshs 2,439,340,189.00 and comprised of two items as follows: a) Pending bills pertaining to Kimira Oluch smallholder Improvement Project amounts to Kshs 867,449,206 b) Pending bills pertaining to consultancy services on the 5 multipurpose dams amounts to Kshs 1,571,890,983. The above pending bills are historical in nature having been incurred in the financial years 2010/2011 and 2011/2012 respectively when the State Department was then Ministry of Regional Development. Following the establishment of the State Department for Regional and Northern Corridor Development via the Executive Order No 1 of June 2018, the pending bills were handed to the State Department in the FY 2018/2019. The State Department has in the period under consideration carried out verification of the pending bills in question and having satisfied itself on</p>	Accounting Officer	Not resolved
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**State Department for Regional and Northern Corridor Development
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For the year ended June 30, 2020**

		<p>their eligibility for payment, a request has been placed with the National Treasury and Planning for consideration for a budget provision.</p> <p>The above pending bills and supporting documents were availed for audit</p>			
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Principal Secretary
Margaret W. Mwakima PhD, CBS



Head Accounts Unit
Benson M. Kinyua
ICPAK Member Number: 7782

State Department for Regional and Northern Corridor Development
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For the year ended June 30, 2020

ANNEX 1 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 30.06.2020	Outstanding Balance 30.06.2019	Comments
		a	b	c	d=a-c		
Kimira Oluch Smallholder Irrigation Scheme							
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Major works	14,021,395			14,021,395	14,021,395	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Major works	18,027,752			18,027,752	18,027,752	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Major works	47,694,910			47,694,910	47,694,910	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Major works	68,977,619			68,977,619	68,977,619	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Major works	150,406,616			150,406,616	150,406,616	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Major works	101,648,067			101,648,067	101,648,067	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Major works	107,615,749			107,615,749	107,615,749	

**State Department for Regional and Northern Corridor Development
Reports and Financial Statements
For the year ended June 30, 2020**

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 30.06.2020	Outstanding Balance 30.06.2019	Comments
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Major works	74,411,433			74,411,433	74,411,433	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Major works	28,126,080			28,126,080	28,126,080	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Major works	9,137,378			9,137,378	9,137,378	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Minor works	15,032,452			15,032,452	15,032,452	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Minor works	33,312,578			33,312,578	33,312,578	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Minor works	39,414,642			39,414,642	39,414,642	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Minor works	79,481,531			79,481,531	79,481,531	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Minor works	44,439,594			44,439,594	44,439,594	
M/s Sino Hydro Corporation in Joint Venture with Machiri LTD	Minor works	35,701,410			35,701,410	35,701,410	
Consultancy Services for Multi Purpose Dams							
M/s Teenica Y Proyectos, S.A (TYPSA)Spain	Nandi Forest Multipurpose Dam	6,808,308			6,808,308	6,808,308	

**State Department for Regional and Northern Corridor Development
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For the year ended June 30, 2020**

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 30.06.2020	Outstanding Balance 30.06.2019	Comments
M/s SMEC(Australia)	Magwawa Multipurpose Dam	21,403,045			21,403,045	21,403,045	
M/s Egis International (France) in Consortium with ISL, SCP, Egis Bceon Kenya and CAS Consultant LTD	High Grands Falls Dam	96,594,160			96,594,160	96,594,160	
M/S Naqsh Tarsim Milad Consulting Engineers (P.J.S.CO) Iran	Arror Multipurpose Dam	222,860,156			222,860,156	222,860,156	
M/S Consulting Engineering Service (India) Private Limited	Mwache Dam	304,477,546			304,477,546	304,477,546	
M/s Teenica Y Proyetcos, S.A (TYPSA)Spain	Lower Ewaso Ngiro South Multipurpose Dam	919,747,768			919,747,768	919,747,768	
TOTALS		2,439,340,189			2,439,340,189	2,439,340,189	

ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2018/2019	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year	Historical Cost c/f (Kshs) 2019/2020
Refurbishment of Buildings and structures	0	19,993,400	0	0	19,993,400
Transport equipment	52,475,729	22,498,999	0	0	74,974,728

**State Department for Regional and Northern Corridor Development
Reports and Financial Statements
For the year ended June 30, 2020**

Asset class	Historical Cost b/f (Kshs) 2018/2019	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year	Historical Cost c/f (Kshs) 2019/2020
Office equipment, furniture and fittings	30,949,598	21,607,290	0	0	52,556,888
Purchase of Specialized Plant, Equipment and Machinery	9,411,498	0	0	0	9,411,498
Total	92,836,825	64,099,689	0	0	156,936,514

State Department for Regional and Northern Corridor Development
 Reports and Financial Statements
 For the year ended June 30, 2020

ANNEX 3— Project Implemented by the State Department for Regional and Northern Corridor Development

Ref	Project Name	Principal Activity Of The Project	Accounting Officer	Project Consolidated In These Financial Statements(Yes/No)
1	Kimira Oluch Small Holder Farm Improvement Project in Homa Bay	To improve income levels in a sustainable manner for 3000 rural households in Homa Bay County through improved agricultural productivity for poverty reduction and improved livelihood	Eng. Gyavira Omondi	No

ANNEX 4 – LIST OF SCS, SAGAS AND PUBLIC FUNDS UNDER THE STATE DEPARTMENT OF REGIONAL AND NORTHERN CORRIDOR DEVELOPMENT

Ref	SC, SAGA or Public Fund's name	Principal activity of entity	Accounting Officer	Amount transferred during the year	Inter- entity reconciliations done? (yes/no)
1	Lake Basin Development Authority	Plan and co- ordinate the implementation of development projects in the Lake Victoria Basin	Dr. Raymond Omollo	669,231,375	YES
2	Tana and Athi Rivers Development Authority	Plan and co- ordinate the implementation of development projects in Tana and Athi Rivers Basins	Mr. Steven G. Ruimuku	731,408,409	YES
3.	Coastal Development Authority	Plan and co- ordinate the implementation of development projects in Coastal Regions	Dr. Mohammed Keinan Hassan, OGW	836,600,459	YES

**State Department for Regional and Northern Corridor Development
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For the year ended June 30, 2020**

4	Ewaso Ng'iro North Development Authority	Plan and co-ordinate the implementation of development projects in Ewaso Ng'iro North and Catchment areas	Eng. Ali Hassan Ibrahim, PhD	1,267,419,280	YES
5	Ewaso Ng'iro South Development Authority	Plan and co-ordinate the implementation of development projects in Ewaso Ng'iro south and Catchment areas	Mr. Ngala Oloiptip	815,878,791	YES
6	Kerio Valley Development Authority	Plan and co-ordinate the implementation of development projects Kerio Valley areas of operations	Mr. Sammy Naporos	303,503,184	YES
7	GOK PROJECT Kimira Oluch Small Holder Farm Improvement Project in Homa Bay – Project GoK counterpart fund	To improve income levels in a sustainable manner for 3000 rural households in Homa Bay County through improved agricultural productivity for poverty reduction and improved livelihood	Eng. Gyavira Omondi	398,408,500 5,022,449,999	YES

**State Department for Regional and Northern Corridor Development
Reports and Financial Statements
For the year ended June 30, 2020**

ANNEX 5- REPORTS GENERATED FROM IFMIS

The following financial Reports Generated from IFMIS should be generated and attached as appendices to these financial statements.

- i. GOK IFMIS Comparison Trial Balance
- ii. FO30 (Bank reconciliations) for all bank accounts
- iii. GOK IFMIS Receipts and Payments Statement
- iv. GOK IFMIS Statement of Financial Position
- v. GOK IFMIS Statement of Cash Flows
- vi. GOK IFMIS Notes to the Financial Statements
- vii. GOK IFMIS Statement of Budget Execution
- viii. GOK IFMIS Statement of Deposits
- ix. GOK IFMIS Budget Execution by Programme and Economic Classification
- x. GOK IFMIS Budget Execution by Heads and Programmes
- xi. GOK IFMIS Budget Execution by Programmes and Sub-programmes



Trial Balance Comparison Report

Entity: 1222-State Department for Regional and Northern Corridor Development

Current Period: JUL-19 To JUN-20

Compare With: JUL-18 To ADJ2-19

Account No and Description	Current Period		Previous period	
	Debit Kshs	Credit Kshs	Debit Kshs	Credit Kshs
2110100 Basic Salaries - Permanent Employees	36,776,478.00	0.00	7,813,916.75	0.00
2110300 Personal Allowances paid as part of Salary	31,809,367.60	0.00	0.00	0.00
2110000 Wages and Salary Contributions	68,585,845.60	0.00	7,813,916.75	0.00
2210100 Utilities, Supplies and Services	1,400,000.00	0.00	0.00	0.00
2210200 Communication, Supplies and Services	4,314,860.00	0.00	2,389,426.85	0.00
2210300 Domestic Travel and Subsistence, and Other Transportation Costs	20,654,656.00	0.00	23,110,132.40	0.00
2210400 Foreign Travel and Subsistence, and other transportation costs	3,186,840.10	0.00	15,963,144.00	0.00
2210500 Printing, Advertising and Information Supplies and Services	559,330.00	0.00	1,223,469.50	0.00
2210700 Training Expenses	736,220.00	0.00	2,975,426.00	0.00
2210800 Hospitality Supplies and Servi	16,263,809.30	0.00	30,436,432.00	0.00
2211000 Specialised Materials and Supp	325,110.00	0.00	617,400.00	0.00
2211100 Office and General Supplies and Services	5,676,659.00	0.00	8,759,474.50	0.00
2211200 Fuel Oil and Lubricants	7,717,609.20	0.00	2,866,900.00	0.00
2211300 Other Operating Expenses	1,100,000.00	0.00	0.00	0.00
2210000 Goods and Services	61,935,093.60	0.00	88,341,805.25	0.00
2220100 Routine Maintenance - Vehicles	7,311,020.00	0.00	2,590,289.00	0.00
2220200 Routine Maintenance - Other Assets	336,877.00	0.00	748,878.00	0.00
2220000 Routine Maintenance	7,647,897.00	0.00	3,339,167.00	0.00
2630100 Current Grants to Government Agencies and other Levels of Government	1,532,699,999.55	0.00	1,654,548,340.50	0.00
2630200 Capital Grants to Government Agencies and other Levels of Government	3,489,750,000.00	0.00	6,484,195,236.00	0.00
2630000 Grants & Transfer To Other Govt. Units	5,022,449,999.55	0.00	8,138,743,576.50	0.00
3110300 Refurbishment of Buildings	19,993,400.00	0.00	0.00	0.00
3110700 Purchase of Vehicles and Other Transport Equipment	22,498,998.70	0.00	52,475,729.90	0.00
3111000 Purchase of Office Furniture and General Equipment	21,607,290.00	0.00	30,949,597.55	0.00
3111100 Purchase of Specialised Plant, Equipment and Machinery	0.00	0.00	9,411,498.10	0.00
3110000 Acquisition of Fixed Capital Assets	64,099,688.70	0.00	92,836,825.55	0.00
4110500 Other Domestic Lending and On-Lending	0.00	0.00	0.00	0.00
4110000 Domestic Lending and On-lending	0.00	0.00	0.00	0.00
5120200 Foreign Borrowing-Direct Payments	0.00	0.00	0.00	3,666,495,236.00
5120000 Currency and Deposits, Accounts Payable, Clearing Transfers and Other Liabilities	0.00	0.00	0.00	3,666,495,236.00
6530100 Recurrent Bank Accounts	39,913.55	0.00	7,236,734.95	0.00
6530000 Recurrent Bank Accounts	39,913.55	0.00	7,236,734.95	0.00
6540100 Development Bank Accounts	0.00	0.00	0.00	0.00
6540000 Development Bank Accounts	0.00	0.00	0.00	0.00
6550100 Deposit Bank Accounts	912,509.50	0.00	0.00	0.00
6550000 Deposit Bank Account	912,509.50	0.00	0.00	0.00
6580100 Cash in Hand	0.00	0.00	0.00	0.00
6580000 Cash in Hand	0.00	0.00	0.00	0.00
6740100 Other Debtors & Pre-payments	0.00	0.00	0.00	0.00
6740000 Other Debtors & Pre-payments	0.00	0.00	0.00	0.00
6760100 Imprests	0.00	0.00	0.00	0.00
6760000 Government Imprests	0.00	0.00	0.00	0.00
6780100 Suspense & Clearance Account	0.00	0.00	0.00	0.00
6780000 Suspense & Clearance Account	0.00	0.00	0.00	0.00
7310100 General Deposits Items	0.00	0.00	0.00	1,000.00
7310000 Deposits	0.00	0.00	0.00	1,000.00
7320100 Salary Deductions	0.00	0.00	0.00	0.00
7320200 Other General Liabilities	0.00	912,509.50	0.00	0.00
7320000 Other Liabilities	0.00	912,509.50	0.00	0.00
7380100	0.00	0.00	0.00	0.00

Account No and Description	Current Period		Previous period	
	Debit	Credit	Debit	Credit
7380000 Withholding Taxes	0.00	0.00	0.00	0.00
7390100 System Required Liabilities	0.00	0.00	0.00	0.00
7399900	0.00	0.00	0.00	0.00
7390000 System Required Liabilities A/cs	0.00	0.00	0.00	0.00
9910100 General Provisions	0.00	0.00	0.00	0.00
9910200 Exchequer Provisions	7,235,734.95	9,896,574,228.00	0.00	4,671,815,790.00
9910000 Provisions	7,235,734.95	9,896,574,228.00	0.00	4,671,815,790.00
9999900	4,664,580,055.05	0.00	0.00	0.00
9990000 Opening Balance Reserves	4,664,580,055.05	0.00	0.00	0.00
Total	9,897,486,737.50	9,897,486,737.50	8,338,312,026.00	8,338,312,026.00

The Statement has been prepared, reviewed and approved by the following:

Prepared By: Clancy Ndlovu Sithole Date: 03-09-2020
Reviewed By: Benon M. Khupha Date: 3/9/2020
Approved By: Benon M. Khupha Date: 3/9/2020

F.O. 30

BANK RECONCILIATION

From Date : 25-JUL-19 To : 25-JUL-20

REC-STATE DEPARTMENT FOR REGIONAL AND

Bank : Central Bank of Kenya , Branch : Head Office , Account Number : 1000384816

Balance as per bank certificate	39,913.55
---------------------------------	-----------

Less --

1. Payment in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	
-------------------------------------------------------------------------------------	--

2. Receipts in Bank Statement not yet recorded in Cash Book	
-------------------------------------------------------------	--

Add --

3. Payment in Bank Statement not yet recorded in Cash Book	
------------------------------------------------------------	--

4. Receipts in Cash Book not yet Recorded in Bank Statement	
-------------------------------------------------------------	--

Bank Balance as per Cash Book	39,913.55
-------------------------------	-----------

Reconciled by: Clara Ombui Signature: [Signature] Date: 07-08-2020

Reviewed by: Benson M. King'oo Signature: [Signature] Date: 7/8/2020

Approved by: Benson M. King'oo Signature: [Signature] Date: 7/8/2020

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PAYMENTS

F.O. 26 (Small)

Date	To Whom Paid	Description of Payment	Allocation	Voucher No.	Cheque No.	Sh.	cts.	Sh.	cts.	Sh.	cts.
	Clara Mhau	0-1222-801	2210801	926							10000
	Alice Mugo	0-1222-801	2210801	927							14297
	Ruth Wabake	0-1222-801	2210801	928							15000
	Lily Mwangi	0-1222-801	2210801	929							15000
	Lily Mwangi	0-1222-801	2210801	930							15000
								16484	544		94720295
											3991355
8/5								16484	544		9476020855
3/5	Simon Langat	0-1222-801	2211201	931							9330
	Nancy Higin	0-1222-801	2210201	932							67500
	Bungei Shanduro	0-1222-2210401	2211401	933							28866
	Rose Muthoni	0-1222-2210	2210801	934							8000
	Lily Mwangi	0-1222-101	2210101	935							30000
	Mary Mwangi	0-1222-101	2211101	936							30000
	Joel Kipsang	0-1222-801	2211201	937							15000
	Pete Chimani	0-1222-801	2210503	938							9520
	"	"	"	939							9520
	"	"	2210301	940							9800
	Simon Langat	"	"	941							38900
	"	"	"	942							41500
	Michael Oluitha	"	"	943							50000
	Wanda Mwangi	"	"	944							40000
	Nancy Higin	"	"	945							25000
	Michael Oluitha	"	"	946							30000
	Ruth Omondi	"	"	947							20000
	Michael Oluitha	"	"	948							30000
	Simon Langat	"	"	949							17669
	Nancy Higin	"	"	950							67500
	Agnes Mwangi	"	"	951							27900
											606005
											3991355
11/3/5											606005
											3991355

old

CHAIRMAN: STEPHEN MUSUMBU
 Member: MAMA KIONO
 Member: PAULINE LOGAN
 Date: 9/17/2020
 Date: 9/17/2020
 Date: 9/17/2020

F.O. 30

BANK RECONCILIATION

From Date : 25-JUL-19 To : 25-JUL-20

DEV-STATE DEPARTMENT FOR REGIONAL AND

Bank : Central Bank of Kenya , Branch : Haile Selassie , Account Number : 1000384832

Balance as per bank certificate 0.00

Less --

1. Payment in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)

2. Receipts in Bank Statement not yet recorded in Cash Book

Add --

3. Payment in Bank Statement not yet recorded in Cash Book

4. Receipts in Cash Book not yet Recorded in Bank Statement

Bank Balance as per Cash Book 0.00

Reconciled by: Clara Ombao Signature: [Signature] Date: 07.08.2020

Reviewed by: Benson M. Kiria Signature: [Signature] Date: 7/8/2020

Approved by: Benson M. Kiria Signature: [Signature] Date: 7/8/2020

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PAYMENTS

F.O. 26 (Small)

To Whom Paid	Description of Payment	Allocation	Voucher No.	Cheque No.	Sh.	cts.	Sh.	cts.	Sh.	cts.
2020 Ewaso Nyrro South Dept.	Leather factory		012		124320	0000=				
ENSBA	Bambud commercialised				22500	0000=				
ENSBA	Opanqatani ban project				45000	0000=				
ENSBA	Agro-processing Tomato				54248	0000=			846248	0000=
									917888	9150=
									216113	4500=
									113400	2400=
2020 Kinnira	Oluch Farmers project		013						215784	6000=
									215784	6000=
									328850	2
									216113	4500=
Ewaso N.N. Dev A	1.122.001	9910201	14						8222	8050
Tardg	1.122.001	9910201	15						268700	0000
Ewaso N. South Dev	"	"	16						58186	830
Kinnira Oluch	"	"	17						68111	1500
									477226	380
									477226	380
2020 Coast Dev. A	1.122.001	2630201	018						300000	0000=
Ewaso Nyrro North	"	"	019						700000	0000=
									1000000	0000=
									1000000	0000=
CHRISTOPHER MUSUMBU	CHAIRMAN			Cy mba 9/7/2020						
MAMA KUNDO	MEMBER			Mbaoko 9/07/2020						
PAULINE LUANGE	MEMBER			Pweeth 9/07/2020						

REPUBLIC OF KENYA
BANK RECONCILIATION

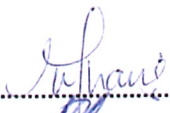

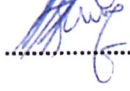
F.O: 30

From Date : 25-JUL-19 To : 06-AUG-20

DEP-STATE DEPARTMENT FOR REGIONAL AND

Bank : Central Bank of Kenya , Branch : Haile Selassie , Account Number : 1000454334

Balance as per bank certificate	912,509.50
Less --	
1. Payment in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)	
2. Receipts in Bank Statement not yet recorded in Cash Book	
Add --	
3. Payment in Bank Statement not yet recorded in Cash Book	
4. Receipts in Cash Book not yet Recorded in Bank Statement	
Bank Balance as per Cash Book	912,509.50

Reconciled by: <u>Clara Shau</u>	Signature: 	Date: <u>07.08.2020</u>
Reviewed by: <u>Benson M. King'wa</u>	Signature: 	Date: <u>7/8/2020</u>
Approved by: <u>Benson M. King'wa</u>	Signature: 	Date: <u>7/8/2020</u>

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PAYMENTS

F.O. 26 (Small)

Date	To Whom Paid	Description of Payment	Allocation	Voucher No.	Cheque No.	Sh.	cts.	Sh.	cts.	Sh.	cts.
9/17/20	MS Levin Services	LP.		1						912509	50
										912509	50
		cid								912509	50
										182509	
	CHRISTOPHER MUSUMBU			Chairman		9/7/2020					
	PAULINE LUGANJE			Member		9/7/2020					
	MAINA KIONDU			Member		9/7/2020					



STATEMENT OF RECEIPTS AND PAYMENTS

Entity: 1222-State Department for Regional and Northern Corridor
Development

Current Period: JUL-19 To JUN-20

Compare With: JUL-18 To JUN-19

	Note	Current Period	Previous Period
RECEIPTS			
Tax Receipts	1	0.00	0.00
Social Security Contribution	2	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	0.00	0.00
Exchequer releases	4	5,224,758,438.00	4,671,815,790.00
Transfers from Other Government Entities	5	0.00	0.00
Proceeds from Domestic Borrowings	6	0.00	0.00
Proceeds from Foreign Borrowings	7	0.00	3,666,495,236.00
Proceeds from Sales of Assets	8	0.00	0.00
Reimbursements and Refunds	9	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00
Other Receipts	11	0.00	0.00
TOTAL RECEIPTS		5,224,758,438.00	8,338,311,026.00
PAYMENTS			
Compensation of Employees	12	68,585,845.60	7,813,916.75
Use of goods and Services	13	69,582,990.60	91,680,972.25
Subsidies	14	0.00	0.00
Transfers to Other Government Units	15	5,022,449,999.55	8,138,743,576.50
Other Grants and Transfers	16	0.00	0.00
Social Security Benefits	17	0.00	0.00
Acquisition of Assets	18	64,099,688.70	92,836,825.55
Finance Costs, including Loan Interest	19	0.00	0.00
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00
Other payments	21	0.00	0.00
TOTAL PAYMENTS		5,224,718,524.45	8,331,075,291.05
SURPLUS/DEFICIT		39,913.55	7,235,734.95

The Statement has been prepared, reviewed and approved by the following:

Prepared By: Clara Mbaui. Othman Date: 03-09-2020
Reviewed By: Benson M. King'ara Date: 3/9/2020
Approved By: Benson M. King'ara Date: 3/9/2020



Statement of Financial Position

Entity: 1222-State Department for Regional and Northern Corridor Development

Current Period: JUL-19 To JUN-20

Compare With: JUL-18 To JUN-19

	Note	Current Period	Previous Period
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	22A	952,423.05	7,236,734.95
Cash Balances	22B	0.00	0.00
Total Cash And Cash Equivalents		952,423.05	7,236,734.95
Accounts Receivables - Outstanding Imprest and Clearance Accounts	23	0.00	0.00
TOTAL FINANCIAL ASSETS		952,423.05	7,236,734.95
Financial Liabilities			
Accounts Payables - Deposits	24	912,509.50	1,000.00
NET FINANCIAL ASSETS		39,913.55	7,235,734.95
REPRESENTED BY			
Fund Balance b/fwd	25	7,235,734.95	0.00
Prior Year Adjustment	26	(7,235,734.95)	0.00
Surplus/Deficit for the Year		39,913.55	7,235,734.95
NET FINANCIAL POSITION		39,913.55	7,235,734.95

The Statement has been prepared, reviewed and approved by the following:

Prepared By:

Clara Mbauc Aipane

Date:

03-09-2020

Reviewed By:

Benson M. King'wa

Date:

3/9/2020

Approved By:

Benson M. King'wa

Date:

3/9/2020



STATEMENT OF CASH FLOW

Entity: 1222-State Department for Regional and Northern Corridor Development
 Current Period: JUL-19 To JUN-20
 Compare With: JUL-18 To JUN-19

	Note	Current Period	Previous Period
		Kshs	Kshs
Receipts and operating income			
Tax Receipts	1	0.00	0.00
Social Security Contribution	2	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	0.00	0.00
Exchequer releases	4	5,224,758,438.00	4,671,815,790.00
Transfers from Other Government Entities	5	0.00	0.00
Reimbursements and Refunds	9	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00
Other Receipts	11	0.00	0.00
Payments for Operating Expenses			
Compensation of Employees	12	68,585,845.60	7,813,916.75
Use of goods and Services	13	69,582,990.60	91,680,972.25
Subsidies	14	0.00	0.00
Transfers to Other Government Units	15	5,022,449,999.55	8,138,743,576.50
Other Grants and Transfers	16	0.00	0.00
Social Security Benefits	17	0.00	0.00
Finance Costs, including Loan Interest	19	0.00	0.00
Other payments	21	0.00	0.00
Adjusted for :			
Adjustments during the year		911,509.50	1,000.00
Prior year adjustments		(7,235,734.95)	0.00
Net Cash From Operating Activities	A	57,815,376.80	(3,566,421,675.50)
Cash Flow From Investing Activities			
Proceeds from Sales of Assets	8	0.00	0.00
Acquisition of Assets	18	64,099,688.70	92,836,825.55
Net Cash Flow From Investing Activities	B	(64,099,688.70)	(92,836,825.55)
Cash Flow From Borrowing Activities			
Proceeds from Domestic Borrowings	6	0.00	0.00
Proceeds from Foreign Borrowings	7	0.00	3,666,495,236.00
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00
Net Cash Flow From Financing Activities	C	0.00	3,666,495,236.00
NET INCREASE IN CASH AND CASH EQUIVALENT	A+B+C	(6,284,311.90)	7,236,734.95
Cash and Cash Equivalent at BEGINNING of The Year		7,236,734.95	0.00
Cash and Cash Equivalent at END of The Year	22A+22B	952,423.05	7,236,734.95

The Statement has been prepared, reviewed and approved by the following:

Prepared By: Clara Njiru Othman Date: 03-09-2020
 Reviewed By: Benjamin M. Kingua Date: 3/9/2020
 Approved By: Benjamin M. Kingua Date: 3/9/2020



Statement of Budget Execution

Entity: 1222-State Department for Regional and Northern Corridor Development
Current Period: JUL-19 To JUN-20

	Note	Printed Estimate	Reallocation / Transfer	Supplementary Estimates	Final Approved Estimate (Net)	Actual	Budget Utilization Differences	% of Utilization
		a	b	c	d=a+b+c	e	f=d-e	g=e/d%
RECEIPTS								
	1	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	2	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	3	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	4	0.00	0.00	0.00	0.00	5,224,758,438.00	(5,224,758,438.00)	0.00%
	5	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	6	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	7	100,000,000.00	0.00	100,000,000.00	200,000,000.00	0.00	200,000,000.00	0.00%
	8	8,000,000.00	0.00	8,000,000.00	16,000,000.00	0.00	16,000,000.00	0.00%
	9	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	10	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	11	207,000,000.00	0.00	237,000,000.00	444,000,000.00	0.00	444,000,000.00	0.00%
	Total	315,000,000.00	0.00	345,000,000.00	660,000,000.00	5,224,758,438.00	(4,564,758,438.00)	791.63%
PAYMENTS								
	12	29,950,000.00	0.00	38,650,000.00	68,600,000.00	68,585,845.60	14,154.40	99.98%
	13	53,125,670.50	0.00	16,474,323.50	69,599,994.00	69,582,990.60	17,003.40	99.98%
	14	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	15	4,223,950,000.00	0.00	1,458,500,000.00	5,682,450,000.00	5,022,449,999.55	660,000,000.45	88.39%
	16	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	17	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	18	1,374,329.50	0.00	62,734,114.50	64,108,444.00	64,099,688.70	8,755.30	99.99%
	19	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	20	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	21	4,308,400,000.00	0.00	1,576,358,438.00	5,884,758,438.00	5,224,718,524.45	660,039,913.55	88.78%
	Total	4,308,400,000.00	0.00	1,576,358,438.00	5,884,758,438.00	5,224,718,524.45	660,039,913.55	88.78%



Statement of Budget Execution

Entity: 1222-State Department for Regional and Northern Corridor Development

Current Period: JUL-19 To JUN-20

The Statement has been prepared, reviewed and approved by the following:

Prepared By:

Date:

Clara Marie Johnson

Reviewed By:

Benson M. King

Date:

03-09-2020

Approved By:

Benson M. King

Date:

3/9/2020



Statement of Budget Execution - Recurrent Expenditure

Entity: 1222-State Department for Regional and Northern Corridor Development

Current Period: JUL-19 To JUN-20

	Note	Printed Estimate	Reallocation / Transfer	Supplementary Estimates	Final Approved Estimate (Net)	Actual	Budget Utilization Differences	% of Utilization
		a	b	c	d=a+b+c	e	f=d-e	g=e/d%
RECEIPTS								
Tax Receipts	1	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Social Security Contribution	2	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Domestic and Foreign Grants	3	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Exchequer releases	4	0.00	0.00	0.00	0.00	1,735,008,438.00	(1,735,008,438.00)	0.00%
Transfers from Other Government Entities	5	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Domestic Borrowings	6	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Foreign Borrowings	7	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Sales of Assets	8	8,000,000.00	0.00	8,000,000.00	16,000,000.00	0.00	16,000,000.00	0.00%
Reimbursements and Refunds	9	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Returns of Equity Holdings	10	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Other Receipts	11	207,000,000.00	0.00	237,000,000.00	444,000,000.00	0.00	444,000,000.00	0.00%
Total		215,000,000.00	0.00	245,000,000.00	460,000,000.00	1,735,008,438.00	(1,275,008,438.00)	377.18%
PAYMENTS								
Compensation of Employees	12	29,950,000.00	0.00	38,650,000.00	68,600,000.00	68,585,845.60	14,154.40	99.98%
Use of goods and Services	13	53,125,670.50	0.00	16,474,323.50	69,599,994.00	69,582,990.60	17,003.40	99.98%
Subsidies	14	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Transfers to Other Government Units	15	981,350,000.00	0.00	1,011,350,000.00	1,992,700,000.00	1,532,699,999.55	460,000,000.45	76.92%
Other Grants and Transfers	16	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Social Security Benefits	17	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Acquisition of Assets	18	1,374,329.50	0.00	62,734,114.50	64,108,444.00	64,099,688.70	8,755.30	99.99%
Finance Costs, including Loan Interest	19	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Other payments	21	1,065,800,000.00	0.00	1,129,208,438.00	2,195,008,438.00	1,734,968,524.45	460,039,913.55	79.04%
Total		1,065,800,000.00	0.00	1,129,208,438.00	2,195,008,438.00	1,734,968,524.45	460,039,913.55	79.04%



Statement of Budget Execution - Recurrent Expenditure

Entity: 1222-State Department for Regional and Northern Corridor Development

Current Period: JUL-19 To JUN-20

The Statement has been prepared, reviewed and approved by the following:

Prepared By:

Date:

<u>Clara Tabares Dubau</u>	<u>03.09.2020</u>
Reviewed By: <u>Benton M. King</u>	Date: <u>3/9/2020</u>
Approved By: <u>Benton M. King</u>	Date: <u>3/9/2020</u>



Statment of Budget Execution - Development Expenditure

Entity: 1222-State Department for Regional and Northern Corridor Development
Current Period: JUL-19 To JUN-20

Note	Printed Estimate	Reallocation / Transfer	Supplementary Estimates	Final Approved Estimate (Net)	Actual	Budget Utilization Differences	% of Utilization
	a	b	c	d=a+b+c	e	f=d-e	g=e/d%
RECEIPTS							
1 Tax Receipts	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
2 Social Security Contribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
3 Proceeds from Domestic and Foreign Grants	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
4 Exchequer releases	0.00	0.00	0.00	0.00	3,489,750,000.00	(3,489,750,000.00)	0.00%
5 Transfers from Other Government Entities	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
6 Proceeds from Domestic Borrowings	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
7 Proceeds from Foreign Borrowings	100,000,000.00	0.00	100,000,000.00	200,000,000.00	0.00	200,000,000.00	0.00%
8 Proceeds from Sales of Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
9 Reimbursements and Refunds	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
10 Returns of Equity Holdings	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
11 Other Receipts	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Total	100,000,000.00	0.00	100,000,000.00	200,000,000.00	3,489,750,000.00	(3,289,750,000.00)	1744.88%
PAYMENTS							
12 Compensation of Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
13 Use of goods and Services	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
14 Subsidies	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
15 Transfers to Other Government Units	3,242,600,000.00	0.00	447,150,000.00	3,689,750,000.00	3,489,750,000.00	200,000,000.00	94.58%
16 Other Grants and Transfers	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
17 Social Security Benefits	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
18 Acquisition of Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
19 Finance Costs, including Loan Interest	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
20 Repayment of Principal on Domestic and Foreign Borrowing	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
21 Other payments	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Total	3,242,600,000.00	0.00	447,150,000.00	3,689,750,000.00	3,489,750,000.00	200,000,000.00	94.58%



Statement of Budget Execution - Development Expenditure

Entity: 1222-State Department for Regional and Northern Corridor Development

Current Period: JUL-19 To JUN-20

The Statement has been prepared, reviewed and approved by the following:

Prepared By:

Date:

Reviewed By: Clara N. Braun Schultz
Benson M. Kinging
Benson M. Kinging

Date: 03-09-2020
Date: 3/9/2020
Date: 3/9/2020



Budget Execution by Programme and Economic Classification

Entity: 1222-State Department for Regional and Northern Corridor Development

Period: JUL-19 To JUN-20

Program	Item	Description	Approved Budget	Actual Payments	Variance
0305000000		East African Affairs and Regional Integration	0.00	0.00	0.00
	2210000	Goods and Services	0.00	0.00	0.00
	2220000	Routine Maintenance	0.00	0.00	0.00
	2630000	Grants & Transfer To Other Govt. Units	0.00	0.00	0.00
	3110000	Acquisition of Fixed Capital Assets	0.00	0.00	0.00
1013000000			5,884,758,438.00	5,224,718,524.45	660,039,913.55
	2110000	Wages and Salary Contributions	68,600,000.00	68,585,845.60	14,154.40
	2210000	Goods and Services	61,950,601.00	61,935,093.60	15,507.40
	2220000	Routine Maintenance	7,649,393.00	7,647,897.00	1,496.00
	2630000	Grants & Transfer To Other Govt. Units	5,682,450,000.00	5,022,449,999.55	660,000,000.45
	3110000	Acquisition of Fixed Capital Assets	64,108,444.00	64,099,688.70	8,755.30
	4110000	Domestic Lending and On-lending	0.00	0.00	0.00
		Grand Total	5,884,758,438.00	5,224,718,524.45	660,039,913.55

The Statement has been prepared, reviewed and approved by the following:

Prepared By: Clara Mburu Othman

Date: 03-09-2020

Reviewed By: Benson M. Kingua

Date: 3/9/2020

Approved By: Benson M. Kingua

Date: 3/9/2020



Budget Execution by Heads and Programmes

Entity: 1222-State Department for Regional and Northern Corridor Development

Period: JUL-19 To JUN-20

Head	Program	Description	Approved Budget	Actual Payments	Variance
1222000100			25,735,762.00	25,731,490.60	4,271.40
	1013000000		25,735,762.00	25,731,490.60	4,271.40
1222000200			331,575,184.00	136,575,184.00	195,000,000.00
	1013000000		331,575,184.00	136,575,184.00	195,000,000.00
1222000300			502,808,409.00	345,808,408.60	157,000,000.40
	1013000000		502,808,409.00	345,808,408.60	157,000,000.40
1222000400			287,303,375.00	215,303,375.00	72,000,000.00
	1013000000		287,303,375.00	215,303,375.00	72,000,000.00
1222000500			374,691,291.00	358,691,291.00	16,000,000.00
	1013000000		374,691,291.00	358,691,291.00	16,000,000.00
1222000600			249,442,460.00	244,442,459.95	5,000,000.05
	1013000000		249,442,460.00	244,442,459.95	5,000,000.05
1222000700			246,879,281.00	231,879,281.00	15,000,000.00
	1013000000		246,879,281.00	231,879,281.00	15,000,000.00
1222000800			50,844,668.00	50,833,082.60	11,585.40
	1013000000		50,844,668.00	50,833,082.60	11,585.40
	0305000000	East African Affairs and Regional Integration	0.00	0.00	0.00
1222000900			0.00	0.00	0.00
	0305000000	East African Affairs and Regional Integration	0.00	0.00	0.00
1222001000			10,039,790.00	10,031,813.00	7,977.00
	1013000000		10,039,790.00	10,031,813.00	7,977.00
1222001100			115,688,218.00	115,672,138.70	16,079.30
	1013000000		115,688,218.00	115,672,138.70	16,079.30
1222100100			85,000,000.00	85,000,000.00	0.00
	1013000000		85,000,000.00	85,000,000.00	0.00
1222100200			250,540,000.00	250,540,000.00	0.00
	1013000000		250,540,000.00	250,540,000.00	0.00
1222100300			133,900,000.00	133,900,000.00	0.00
	1013000000		133,900,000.00	133,900,000.00	0.00
1222100400			151,700,000.00	151,700,000.00	0.00
	1013000000		151,700,000.00	151,700,000.00	0.00
1222100500			100,000,000.00	100,000,000.00	0.00
	1013000000		100,000,000.00	100,000,000.00	0.00
1222100600			246,086,500.00	246,086,500.00	0.00
	1013000000		246,086,500.00	246,086,500.00	0.00
1222100700			58,647,100.00	58,647,100.00	0.00
	1013000000		58,647,100.00	58,647,100.00	0.00
1222100800			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222100900			241,000,000.00	41,000,000.00	200,000,000.00
	1013000000		241,000,000.00	41,000,000.00	200,000,000.00
1222101000			14,500,000.00	14,500,000.00	0.00
	1013000000		14,500,000.00	14,500,000.00	0.00
1222101100			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222101200			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222101300			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222101400			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222101500			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222101600			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222101700			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222101800			437,561,200.00	398,408,500.00	39,152,700.00
	1013000000		437,561,200.00	398,408,500.00	39,152,700.00
1222101900			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222102000			81,025,900.00	81,025,900.00	0.00
	1013000000		81,025,900.00	81,025,900.00	0.00
1222102100			72,275,300.00	111,428,000.00	(39,152,700.00)
	1013000000		72,275,300.00	111,428,000.00	(39,152,700.00)

1222102200			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222102300			358,928,000.00	358,928,000.00	0.00
	1013000000		358,928,000.00	358,928,000.00	0.00
1222102400			100,170,000.00	100,170,000.00	0.00
	1013000000		100,170,000.00	100,170,000.00	0.00
1222102500			171,988,000.00	171,988,000.00	0.00
	1013000000		171,988,000.00	171,988,000.00	0.00
1222102600			95,000,000.00	95,000,000.00	0.00
	1013000000		95,000,000.00	95,000,000.00	0.00
1222102700			0.00	0.00	0.00
	1013000000		0.00	0.00	0.00
1222102800			20,000,000.00	20,000,000.00	0.00
	1013000000		20,000,000.00	20,000,000.00	0.00
1222102900		Oloitokitok Agro Processing Factory Project	71,428,000.00	71,428,000.00	0.00
	1013000000		71,428,000.00	71,428,000.00	0.00
1222103000		Drought Mitigation - CDA	300,000,000.00	300,000,000.00	0.00
	1013000000		300,000,000.00	300,000,000.00	0.00
1222103100		Drought Mitigation - ENNDA	700,000,000.00	700,000,000.00	0.00
	1013000000		700,000,000.00	700,000,000.00	0.00
		Grand Total	5,884,758,438.00	5,224,718,524.45	660,039,913.55

The Statement has been prepared, reviewed and approved by the following:

Prepared By: Clara Robau Sidbau Date: 03-09-2020
 Reviewed By: Benson M. Kingus Date: 3/9/2020
 Approved By: Benson M. Kingus Date: 3/9/2020



Budget Execution By Programmes and Sub-Programmes

Entity: 1222-State Department for Regional and Northern Corridor Development

Period: JUL-19 To JUN-20

Program	Sub Program	Description	Approved Budget	Actual Payments	Variance
030500000		East African Affairs and Regional Integration	0.00	0.00	0.00
	0305050000		0.00	0.00	0.00
	0305060000		0.00	0.00	0.00
101300000			5,884,758,438.00	5,224,718,524.45	660,039,913.55
	1013010000		5,833,813,770.00	5,173,785,441.85	660,028,328.15
	1013030000		50,844,668.00	50,833,082.60	11,585.40
	1013040000		100,000.00	100,000.00	0.00
		Grand Total	5,884,758,438.00	5,224,718,524.45	660,039,913.55

The Statement has been prepared, reviewed and approved by the following:

Prepared By: Clara Isobau Othman Date: 03-09-2020
Reviewed By: Benon M. Kingua Date: 3/9/2020
Approved By: Benon M. Kingua Date: 3/9/2020



SUMMARY STATEMENT OF PROVISIONINGS

Entity: 1222-State Department for Regional and Northern Corridor Development

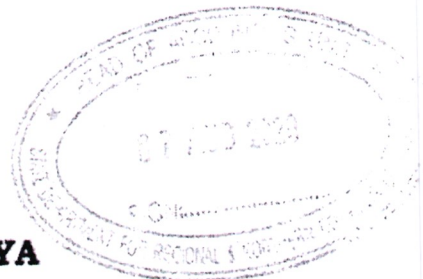
Current Period: JUL-19 To JUN-20

Compare With: JUL-18 To JUN-19

	Economic Item	Current Period	Previous Period
Details of General Accounts on Vote			
GAV Provisioning account balance	9999998 - Vote Control Account	0.00	0.00
Detail of Exchequer Account			
Exchequer Provisioning account Balance	9910201 - Exchequer Releases/ Provisioning Account	5,224,758,438.00	4,671,815,790.00

The Statement has been prepared, reviewed and approved by the following:

Prepared By: *Clara Njau Ombao* Date: *03-09-2020*
Reviewed By: *Benison M. King'wa* Date: *3/9/2020*
Approved By: *Benison M. King'wa* Date: *3/9/2020*



REPUBLIC OF KENYA

**MINISTRY OF EAST AFRICAN COMMUNITY (EAC) AND
REGIONAL DEVELOPMENT**

**STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR
DEVELOPMENT**

Telephones: +254-20-2245741/2211614 /245752
Fax No: +254-20-2229650
e-mail: ps.rd@meac.go.ke
website: www.meac.go.ke
when replying, please quote our reference and date

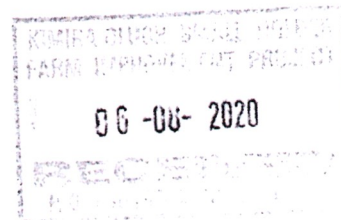


Railway Headquarters Building
Haile Selassie Av.
Box 50944 – 00200 City Square
NAIROBI, Kenya

Ref: RNCD/ACC/RDA/05/2/ VOL. 1/7

24th July 2020

**Project Manager
Kimira Oluch Small Holder Farm Improvement Project
P.O Box 293-40300
Homa bay**



INTER ENTITY TRANSFERS CONFIRMATION LETTER

The State Department of Regional and Northern Corridor Development wishes to confirm the amounts disbursed to you for the financial year 2019/ 2020 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate them in column D in the table below. Then please sign and stamp this confirmation in the space provided and return it to undersigned by 7th August, 2020.

Confirmation of amounts received by Kimira Oluch Small Holder Farm improvement project for the financial year 2019/ 2020

Reference Number	Date Disbursed	Amounts Disbursed to Kimira Oluch Small Holder Farm improvement project for the financial year 2019/ 2020			Amount Received by KOSFIP for the FY 2019/ 2020 (D) KShs	Difference (E)=(D)-(C) KShs
		Recurrent (A) KShs	Development (B) KShs	Total (C)=(A)+(B) KShs		
FT193373JNC3	03.12.2019		114,512,400.00	114,512,400.00	114,512,400	0
FT20079G6XL6	19.03.2020		215,784,600.00	215,784,600.00	215,784,600	0
FT20189LJQ5Y	07.07.2020		68,111,500.00	68,111,500.00	68,111,500	0
Total			398,408,500.00	398,408,500.00	398,408,500	0

I confirm the amounts shown above are correct as of the date indicated and are included in the financial statements
Head of Accounts Department

Name BENSON O. DUMA Sign [Signature] Date 6.8.20



Benson M. Kinyua
Head Accounting Unit

KIMBA GLUCH SMALLHOLDER FARM
IMPROVEMENT PROJECT
P. O. Box 293 - 40300
HOMA-BAY
TEL: 059 - 22322

Copy to: Director General Accounting Services and Quality Assurance,
The National Treasury
P. O. Box 30007
Treasury building
Nairobi





REPUBLIC OF KENYA
MINISTRY OF EAST AFRICAN COMMUNITY (EAC) AND
REGIONAL DEVELOPMENT
STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR
DEVELOPMENT

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website: www.meac.go.ke
when replying, please quote our reference and date

Railway Headquarters Building
Haile Selassie Av.
P.O. Box 50944 – 00200 City Square
NAIROBI, Kenya

27 AUG 2020

Ref: RNCD/ACC/RDA/2/ VOL. 1/10

24th July 2020

Managing Director
Tana and Athi River Development Authority
P.O Box 47309-00100
Nairobi

INTER ENTITY TRANSFERS CONFIRMATION LETTER

The State Department of Regional and Northern Corridor Development wishes to confirm the amounts disbursed to you for the year Financial Year 2019/ 2020 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate them in column D in the table below. Then please sign and stamp this confirmation in the space provided and return it to undersigned by 31st July 2020.

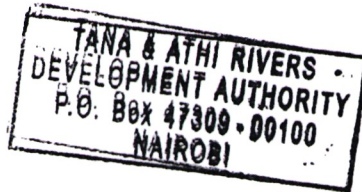
Confirmation of amounts received by Tana and Athi River Development Authority for the financial year 2019/ 2020						
Reference Number	Date Disbursed	Amounts Disbursed to Tana and Athi River Development Authority for the financial year 2019/ 2020			Amount Received by TARDA for the FY 2019/ 2020 (D) KShs	Difference (E)=(D)-(C) KShs
		Recurrent (A) KShs	Development (B) KShs	Total (C)=(A)+(B) KShs		
FT19240DDR9W	28.08.2019	28,817,367.40		28,817,367.40	28,817,367.40	—
FT19268TJDKN	25.09.2019	28,817,367.40		28,817,367.40	28,817,367.40	—
FT19304ZMBYY	31.10.2019	28,817,367.40		28,817,367.40	28,817,367.40	—
FT19338QMFGW	04.12.2019	57,600,000.00		57,600,000.00	57,600,000.00	—
FT19344LMF1K	10.12.2019	28,817,367.40		28,817,367.40	28,817,367.40	—
FT20034JYGHN	03.02.2020	86,400,000.00		86,400,000.00	86,400,000.00	—

FT201421JWBC	21.05.2020	28,846,313.00		28,846,313.00	28,846,313.00	—
FT20142T8VJF	21.05.2020	28,846,313.00		28,846,313.00	28,846,313.00	—
FT20181RL6MB	29.06.2020	28,846,313.00		28,846,313.00	28,846,313.00	—
FT193059VPK8	01.11.2019		116,900,000.00	116,900,000.00	116,900,000.00	—
FT201851G7VB	03.07.2020		268,700,000.00	268,700,000.00	268,700,000.00	—
TOTAL		345,808,408.60	385,600,000.00	731,408,408.60	731,408,408.60	—

I confirm the amounts shown above are correct as of the date indicated and are included in the financial statements
Head of Accounts Department

Name... DAVID KIMAITO Sign *[Signature]* Date 27/08/2020

[Signature]
Benson M. Kinyua
Head Accounting Unit



Copy to: Director General Accounting Services and Quality Assurance,
The National Treasury
P. O. Box 30007
Treasury building
Nairobi.

CA

P/ce TNA
All

10.08.2020



REPUBLIC OF KENYA

**MINISTRY OF EAST AFRICAN COMMUNITY (EAC) AND
REGIONAL DEVELOPMENT**

**STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR
DEVELOPMENT**

Telephones: +254-20-2245741/2211614 /245752
Fax No: +254-20-2229650
e-mail: ps.rd@meac.go.ke
website: www.meac.go.ke
when replying, please quote our reference and date

Railway Headquarters Building
Hailu Selassie Av.
P.O. Box 50944 – 00200 City Square
NAIROBI, Kenya

Ref: RNCD/ACC/RDA/05/2/ VOL. I /5

24th July 2020

**Managing Director
Ewaso Ngiro North Development Authority
P.O Box 203
Isiolo**

INTER ENTITY TRANSFERS CONFIRMATION LETTER

The State Department of Regional and Northern Corridor Development wishes to confirm the amounts disbursed to you for the financial year 2019/ 2020 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate them in column D in the table below. Then please sign and stamp this confirmation in the space provided and return it to the undersigned by 7th August, 2020.

Confirmation of amounts received by Ewaso Ngiro North Development Authority for the financial year 2019/2020						
Reference Number	Date Disbursed	Amounts Disbursed to Ewaso Ngiro North Development Authority for the FY 2019/2020			Amount Received by ENNDA for the FY 2019/2020 (D) KShs	Difference (E)=(D)-(C) KSHS
		Recurrent (A) KShs	Development (B) KShs	Total (C)=(A)+(B) KShs		
FT1924028LXQ	28.08.2019	12,731,935.50		12,731,935.50	12,731,935.50	NIL
FT19280GB0CM	07.10.2019	35,469,054.35		35,469,054.35	35,469,054.35	NIL
FT19302YHB9K	29.10.2019	49,720,787.65		49,720,787.65	49,720,787.65	NIL
FT20034JJDLH	03.02.2020	49,770,787.65		49,770,787.65	49,770,787.65	NIL
FT20142KNKLL	21.05.2020	28,062,238.00		28,062,238.00	28,062,238.00	NIL
FT20142FS0H9	21.05.2020	28,062,238.00		28,062,238.00	28,062,238.00	NIL
FT20181FB7YK	29.06.2020	28,062,239.85		28,062,239.85	28,062,239.85	NIL
FT1930535C7M	01.11.2019		97,857,000.00	97,857,000.00	97,857,000.00	NIL

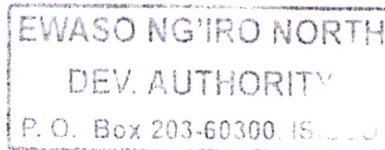
FT20058B6P5Y	27.02.2020		155,454,950.00	155,454,950.00	155,454,950.00	NIL
FT20163R0JS2	11.06.2020		700,000,000.00	700,000,000.00	700,000,000.00	NIL
FT20185SB5H3	03.07.2020		82,228,050.00	82,228,050.00	82,228,050.00	NIL
TOTAL		231,879,281.00	1,035,540,000.00	1,267,419,281.00	1,267,419,281.00	NIL

I confirm the amounts shown above are correct as of the date indicated and are included in the financial statements
Head of Accounts Department

Name FOUZIA HAREB ABDI Sign [Signature] Date 10.08.2020



Benson M Kinyua
Head Accounting Unit



Copy to: Director General Accounting Services and Quality Assurance,
The National Treasury
P. O. Box 30007
Treasury building
Nairobi

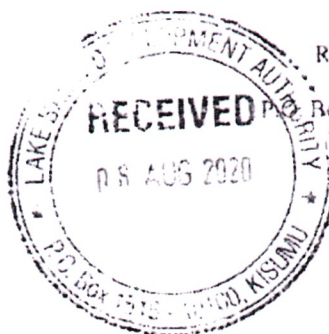


REPUBLIC OF KENYA

**MINISTRY OF EAST AFRICAN COMMUNITY (EAC) AND
REGIONAL DEVELOPMENT**

**STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR
DEVELOPMENT**

Telephones: +254-20-2245741/2211614/245752
Fax No: +254-20-2229650
e-mail: ps.rd@meac.go.ke
website: www.meac.go.ke
when replying, please quote our reference and date



Railway Headquarters Building
Haile Selassie Av.
Box 50944 – 00200 City Square
NAIROBI, Kenya

Ref: RNCD/ACC/RDA/05//2/ VOL. 1/9

24th July 2020

**Managing Director
Lake Basin Development Authority
P.O Box 1516
Kisumu**

INTER ENTITY TRANSFERS CONFIRMATION LETTER

The state Department of Regional and Northern Corridor Development wishes to confirm the amounts disbursed to you for the year 2019/ 2020 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate them in column D in the table below. Then please sign and stamp this confirmation in the space provided and return it to undersigned by 7th August, 2020.

Confirmation of amounts received by Lake Basin Development Authority for the financial year 2019/2020						
Reference Number	Date Disbursed	Amounts Disbursed to Lake Basin Development Authority for the financial year 2019/ 2020			Amount Received by LBDA for the FY 2019/20 (D) KShs	Difference (E)=(D)-(C) KShs
		Recurrent (A) KShs	Development (B) KShs	Total (C)=(A)+(B) KShs		
FT19240VPQ6B	28.08.2019	12,837,534.00	—	12,837,534.00	12,837,534	—
FT19240682QQ	28.08.2019	21,131,128.80	—	21,131,128.80	21,131,128.8	—
FT19268M8HNZ	25.09.2019	19,857,180.95	—	19,857,180.95	19,857,180.95	—
FT19302QQF7B	29.10.2019	53,825,843.75	—	53,825,843.75	53,825,843.75	—

*Noted & checked
[Signature]
7/08/2020*

FT20034WZ2LS	03.02.2020	53,825,843.75	-	53,825,843.75	53,825,843.75	-
FT201429C05L	21.05.2020	17,941,948.00	-	17,941,948.00	17,941,948	-
FT20142B1446	21.05.2020	17,941,948.00	-	17,941,948.00	17,941,948	-
FT20181SCH8K	29.06.2020	17,941,947.75	-	17,941,947.75	17,941,947.75	-
FT19305ZIYLI	01.11.2019	-	226,964,000.00	226,964,000.00	226,964,000	-
FT20058XB0CT	27.02.2020	-	226,964,000.00	226,964,000.00	226,964,000	-
TOTAL		215,303,375.00	453,928,000.00	669,231,375.00	669,231,375	-

I confirm the amounts shown above are correct as at the date indicated and are included in the financial statements

Head Accounts Department

Name: CHRISTINE OTIENO

LAKE BASIN DEVELOPMENT AUTHORITY
P.O. BOX 7510 - 40100, KISUMU, KENYA
TEL: 020 2023414 / 020 2110593
FAX: 020 2023422
EMAIL: info@lbda.go.ke / lake_basinauth@yahoo.com

Sign: [Signature] Date: 08/08/2020



Benson M. Kinyua
Head Accounting Unit

Copy to: Director General Accounting Services and Quality Assurance,
The National Treasury
P. O. Box 30007
Treasury building
Nairobi



*CFM - Populate the
table for the
transmission to the
Ministry
15/07/2020*



REPUBLIC OF KENYA

**MINISTRY OF EAST AFRICAN COMMUNITY (EAC) AND
REGIONAL DEVELOPMENT**

**STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR
DEVELOPMENT**

ACCOUNTS UNIT

Telephones: +254-20-2245741/2211614 /245752
Fax No: +254-20-2229650
e-mail: ps.rd@meac.go.ke
website: www.meac.go.ke
when replying, please quote our reference and date

Railway Headquarters Building
Haile Selassie Av.
P.O. Box 50944 – 00200 City Square
NAIROBI, Kenya

Ref: RNCD/ACC/RDA/05/2/ VOL. I/6

24th July 2020

Managing Director
Ewaso Ngiro South Development Authority
P.O Box 213-20500
Narok



INTER ENTITY TRANSFERS CONFIRMATION LETTER

The State Department of Regional and Northern Corridor Development wishes to confirm the amounts disbursed to you for the financial year 2019/ 2020 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate them in column D in the table below. Then please sign and stamp this confirmation in the space provided and return it to undersigned by 7th August, 2020.

Confirmation of amounts received by Ewaso Ngiro South Development Authority for the Financial Year 2019/ 20						
Reference Number	Date Disbursed	Amounts Disbursed to Ewaso Ngiro south Development Authority for the FY 2019/ 2020			Amount Received by ENSDA for the year 2019/ 20(D) KShs	Difference (E)=(D)-(C) KShs
		Recurrent (A) KShs	Development (B) KShs	Total (C)=(A)+(B) KShs		
FT19268C158W	25.09.2019	29,578,215.00		29,578,215.00	29,578,215	
FT19268WB5HV	25.09.2019	40,487,334.00		40,487,334.00	40,487,334	
FT19302JPZ63	29.10.2019	19,607,274.00		19,607,274.00	19,607,274	
FT193028FPM6	29.10.2019	57,159,172.00		57,159,172.00	57,159,172	
FT19357M1GX9	23.12.2019	32,513,650.00		32,513,650.00	32,513,650	
FT20034XT6X9	03.02.2020	89,672,823.00		89,672,823.00	89,672,823	
FT20136761M8	15.05.2020	89,672,823.00		89,672,823.00	89,672,823	
FT193051SC0P	01.11.2019		152,752,670.00	152,752,670.00	152,752,670	

FT20058GGM5G	27.02.2020		246,248,000.00	246,248,000.00	246,248,000	
FT20189BQR9V	07.07.2020		58,186,830.00	58,186,830.00	58,186,830	
TOTALS		358,691,291.00	457,187,500.00	815,878,791.00	815,878,791	

I confirm the amounts shown above are correct as of the date indicated and are included in the financial statements

Head of Accounts Department

Name... Nampaso Jonathan Keya Sign... [Signature] Date... 10/06/2020



Benson M. Kinyua
Head Accounting Unit

Copy to: Director General Accounting Services and Quality Assurance,
The National Treasury
P. O. Box 30007
Treasury building
Nairobi



07 AUG 2020

REPUBLIC OF KENYA

**MINISTRY OF EAST AFRICAN COMMUNITY (EAC) AND
REGIONAL DEVELOPMENT**

**STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR
DEVELOPMENT**

Telephones: +254-20-2245741/2211614 /245752
Fax No: +254-20-2229650
e-mail: ps.rd@meac.go.ke
website: www.meac.go.ke
when replying, please quote our reference and date

Railway headquarters Building
Haile Selassie Av.
P.O. Box 50944 – 00200 City Square
NAIROBI, Kenya

COAST DEVELOPMENT
AUTHORITY
06 AUG 2020
RECEIVED

24th July 2020

Ref: RNC/ACC/RDA/05/2/ VOL. I/4

**Managing Director
Coast Development Authority
P.O Box 1322-80100
MOMBASA**

INTER ENTITY TRANSFERS CONFIRMATION LETTER

The State Department of Regional and Northern Corridor Development wishes to confirm the amounts disbursed to you for the financial year 2019/ 2020 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate them in column D in the table below. Then please sign and stamp this confirmation in the space provided and return it to the undersigned by 7th August, 2020.

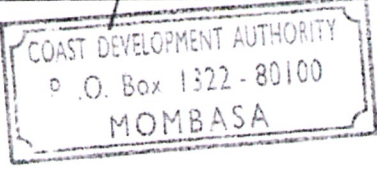
Confirmation of amounts received by Coast Development Authority for the Financial year 2019/ 2020						
Reference Number	Date Disbursed	Amounts Disbursed to Coast Development Authority for the financial year 2019/ 2020			Confirmation of amounts received by CDA for the FY 2019/ 2020(D) KShs	Difference (E)=(D)-(C) KShs
		Recurrent (A) KShs	Development (B) KShs	Total (C)=(A)+(B) KShs		
FT192532M1BK	10.09.2019	24,890,033.05		24,890,033.05	24,890,033.05	
FT192682Y9JY	25.09.2019	21,706,601.90		21,706,601.90	21,706,601.90	
FT193025J3H8	29.10.2019	14,513,980.00		14,513,980.00	14,513,980.00	
FT19338V80MC	04.12.2019	61,110,615.00		61,110,615.00	61,110,615.00	
FT200341YQG1	03.02.2020	61,110,615.00		61,110,615.00	61,110,615.00	
FT20136KB6KZ	15.05.2020	61,110,615.00		61,110,615.00	61,110,615.00	
FT193056GK5J	01.11.2019		86,150,000.00	86,150,000.00	86,150,000.00	
FT2005851PGL	27.02.2020		206,008,000.00	206,008,000.00	206,008,000.00	
FT20163BQ7GH	11.06.2020		300,000,000.00	300,000,000.00	300,000,000.00	

	Total	244,442,459.95	592,158,000.00	836,600,459.95	836,600,459.95
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I confirm the amounts shown above are correct as of the date indicated and are included in the financial statements
 Head of Accounts Department

Name PAMELA MASHENA NGURE Sign [Signature] Date 6th August 2020

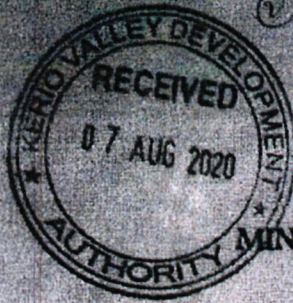
[Signature]



Benson M. Kinyua
Head Accounting Unit

Copy to: Director General Accounting Services and Quality Assurance,
 The National Treasury
 P. O. Box 30007
 Treasury building
 Nairobi.





*Networks
Make copy and
submit.
Sam & 11/10/20*

MF

Please copy

Handwritten signature

13.8.2020

REPUBLIC OF KENYA

MINISTRY OF EAST AFRICAN COMMUNITY (EAC) AND REGIONAL DEVELOPMENT

STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR DEVELOPMENT

Telephones: +254-20-2245741/2211614 /245752
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 e-mail: ps.rd@meac.go.ke
 website: www.meac.go.ke
 when replying, please quote our reference and date

Railway Headquarters Building
 Haile Selassie Av.
 P.O. Box 50944 – 00200 City Square
 NAIROBI, Kenya

Ref: RNCD/ACC/RDA/05/2/ VOL. I/8

24th July 2020

**Managing Director
 Kerio Valley Development Authority
 P.O Box 2660-30100
 Eldoret**

INTER ENTITY TRANSFERS CONFIRMATION LETTER

The State Department of Regional and Northern Corridor Development wishes to confirm the amounts disbursed to you for the financial year 2019/ 2020 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate them in column D in the table below. Then please sign and stamp this confirmation in the space provided and return it to undersigned by 7th August, 2020.

Confirmation of amounts received by Kerio Valley Development Authority for the financial year 2019/ 2020

Reference Number	Date Disbursed	Amounts Disbursed to Kerio Valley Development Authority for the financial year 2019/ 2020			Amount Received by KVDA for the FY 2019/ 2020 (D) KShs	Difference (E)=(D)-(C) KShs
		Recurrent (A) KShs	Development (B) KShs	Total (C)=(A)+(B) KShs		
FT19253MSNLL	10.09.2019	34,143,796.00		34,143,796.00	34,143,796.00	—
FT19304M4LWB	31.10.2019	11,381,265.00		11,381,265.00	11,381,265.00	—
FT19338NP513	04.12.2019	22,762,332.00		22,762,332.00	22,762,332.00	—
FT2003422N6W	05.02.2020	34,143,498.00		34,143,498.00	34,143,498.00	—
FT201363LYS0	15.05.2020	34,144,293.00		34,144,293.00	34,144,293.00	—
FT19331W26MD	27.11.2019		83,714,000.00	83,714,000.00	83,714,000.00	—

FT2005\$WLDNR	27.02.2020		83,214,000.00	83,214,000.00	83,214,000.00	5,000,000.00
TOTALS		136,575,184.00	166,928,000.00	303,503,184.00	303,503,184.00	5,000,000.00

I confirm the amounts shown above are correct as of the date indicated and are included in the financial statements
 Head of Accounts Department

Name JESICA MUKOTI Sign [Signature] Date 21/08/2020



Benson M. Kinyua
 Head Accounting Unit

ERIO VALLEY DEVELOPMENT AUTHORITY
 P.O. BOX 2660 ELDORET
 TELEPHONE 63361

Copy to: Director General Accounting Services and Quality Assurance,
 The National Treasury
 P. O. Box 30007
 Treasury building
 Nairobi

BANKI
KIU YA
KENYA



CENTRAL
BANK OF
KENYA

Hali Njiru Avenue
P.O. Box 60000, 10200 Nairobi, Kenya
Telephone: 254 20 300 000, Fax: 3-0192

10th August, 2020

CERTIFICATE OF BALANCES

Customer: 138679
Balance Date: 7-Aug-20

STATE DEPT FOR REG, NORTH COR
DEV

Account No	Account Name	Currency	Balance
1000454334	DEP-STATE DEPT FOR REG NORTH COR	KES	912,509.50

L. K. RWERIA
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION

P. S. LENKUME
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION

BANKI
KINYA
KENYA



CENTRAL
BANK OF
KENYA

Hali Shisio Avenue
1-9, The Corniche, 00100 Nairobi, Kenya
Telephone: 254(0)20 341 3419

10th August, 2020

CERTIFICATE OF BALANCES

Customer: 138679

STATE DEPT FOR REG, NORTH COR DEV

Balance Date: 25-Jul-20

Account No	Account Name	Currency	Balance
1000384816	REC-STATE DEP FOR REG, NORT COR D	KES	39,913.55
1000384832	DEV-STATE DEP FOR REG, NORT COR D	KES	0.00

L. K. RWERIA
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION

P. S. LENKUME
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION

REPUBLIC OF KENYA

F.O. 51

STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR
DEVELOPMENT VOTE 1222 ACCOUNT NO. 1000454334 CBK

Date: 9th July, 2019.

Report of the board of survey on the Cash and Bank Balances of **Deposit Cash Book** as at **30th June, 2019**.

The Board consisting of
CHRISTOPHER MUSUMBU.....CHAIRMAN
PAULINE LUGANJE.....MEMBER
MAINA KIONDO.....MEMBER

Assembled at the office of the H.A.U At 11.00 AM on the 15th July 2019.

And the following cash was produced: -

Notes	KES	NIL
Silver	KES	NIL

It was observed that cheques amounting to KES.....NIL.....
had been on hand for more than 14 days prior to the date of the survey.
The cash consists of Kenyan currency and does not contain any demonetized coin or notes.

The Cash Book reflected the following balances as at the close of business on the **30th June, 2019**

Cash on hand.	KES	NIL
Bank balance	KES	912,509.50
		<u>912,509.50</u>

The Bank Certificate of Balance showed a sum ofNIL
(KES.....NIL.....)
Amounting to the credit of the account on...30th June 2019

The difference between this figure and the Bank Balance as shown by the Cash Book is accounted for in the bank reconciliation statement (F.O. 30) attached.

Date...9/7/2020.....

.....
Chairman

Date...9/7/2020.....

.....
Member

Date...9/7/2020.....

.....
Member

Member
GPK (L)

LIST OF CHEQUES INCLUDED AS PART OF CASH ON HAND

	Drawer	Date of Cheque	Date received	Amount

REPUBLIC OF KENYA

F.O. 51

STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR
DEVELOPMENT VOTE 1222 ACCOUNT NO. 1000384816 CBK

Date: 9th July, 2019.

Report of the board of survey on the Cash and Bank Balances of **Recurrent Cash Book**
as at **30th June, 2020**.

The Board consisting of

CHRISTOPHER MUSUMBU.....CHAIRMAN
PAULINE LUGANJE.....MEMBER
MAINA KIONDO.....MEMBER

Assembled at the office of the H.A.U At 11.00 AM on the 9th July 2020.

And the following cash was produced: -

Notes	KES	NIL
Silver	KES	NIL

It was observed that cheques amounting to KES.....NIL.....
had been on hand for more than 14 days prior to the date of the survey.
The cash consists of Kenyan currency and does not contain any demonetized coin
or notes.

The Cash Book reflected the following balances as at the close of business on the **30th
June, 2019**

Cash on hand.	KES	NIL
Bank balance	KES	39,913.55
		<u>39,913.55</u>

The Bank Certificate of Balance showed a sum of **KSHS TWENTY THREE
MILLION SIX HUNDRED SEVENTY EIGHT THOUSAND EIGHT HUNDRED
AND NINE ONLY CENTS TWENTY (KES 23,678,809.20)**
Amounting to the credit of the account on...30th June 2019

The difference between this figure and the Bank Balance as shown by the Cash Book
Is accounted for in the bank reconciliation statement (F.O. 30) attached.

Date...9/7/2020.....

.....
Chairman

Date...9/7/2020.....

.....
Member

Date...9/7/2020.....

.....
Member

GPK (L)

LIST OF CHEQUES INCLUDED AS PART OF CASH ON HAND

	Drawer	Date of Cheque	Date received	Amount

REPUBLIC OF KENYA

F.O. 51

STATE DEPARTMENT FOR REGIONAL AND NORTHERN CORRIDOR
DEVELOPMENT VOTE 1222 ACCOUNT NO. 1000384832 CBK

Date: 9th July, 2019.

Report of the board of survey on the Cash and Bank Balances of **Development Cash Book** as at **30th June, 2020**.

The Board consisting of
CHRISTOPHER MUSUMBU.....CHAIRMAN
PAULINE LUGANJE.....MEMBER
MAINA KIONDO.....MEMBER

Assembled at the office of the **H.A.U** At **11.00 AM** on the **9th July 2020**.

And the following cash was produced: -

Notes	KES	NIL
Silver	KES	NIL

It was observed that cheques amounting to KES.....NIL.....
had been on hand for more than 14 days prior to the date of the survey.
The cash consists of Kenyan currency and does not contain any demonetized coin
or notes.

The Cash Book reflected the following balances as at the close of business on the **30th June, 2019**

Cash on hand.	KES	NIL
Bank balance	KES	NIL
		<u>NIL</u>

The Bank Certificate of Balance showed a sum of **KSHS THREE HUNDRED TWENTY EIGHT THOUSAND EIGHT HUNDRED AND FIFTY ONLY (KES 328,850)**

Amounting to the credit of the account on 30th June 2020

The difference between this figure and the Bank Balance as shown by the Cash Book Is accounted for in the bank reconciliation statement (F.O. 30) attached.

Date 9/7/2020.....

Christopher Musumbu
Chairman

Date 9/7/2020.....

Pauline Luganje
Member

Date 9/7/2020.....

Maina Kiondo
Member

Member

GPK (L)

LIST OF CHEQUES INCLUDED AS PART OF CASH ON HAND

	Drawer	Date of Cheque	Date received	Amount